HALK BROADBAND

REGULAR MEETING AGENDA

CALL TO ORDER

APPROVAL OF MINUTES - 03/27/2019

CITIZENS REPORT (*See procedural instructions on the following page.)

STAFF REPORTS

- 1. Bond Completion Update Alan Krcmarik
- 2. Marketing and Outreach Update Lindsey Johansen
- 3. Field Trips Update Kim Reeves
- 4. Legislative Update on Senate Bills 19-078 and 19-107 Kim O'Field

REGULAR AGENDA

5. IGA with Fort Collins for Transport - Brieana Reed-Harmel

COMMISSION & COUNCIL REPORTS

DIRECTOR'S REPORT

ADJOURN



* Citizens Report Procedures

Anyone in the audience may address the LCAB on any topic relevant to the commission. Members of the public will be given an opportunity to speak to the item during the Regular Agenda portion of the meeting before the LCAB acts upon it. If the topic is a Staff Report item, members of the public should address the LCAB during this portion of the meeting; no public comment is accepted during the Staff Report portion of the meeting.

Anyone making comment during any portion of tonight's meeting should identify himself or herself and be recognized by the LCAB chairman. Please do not interrupt other speakers. Side conversations should be moved outside the Service Center Board Room. Please limit comments to no more than three minutes.

Notice of Non-Discrimination

The City of Loveland is committed to providing an equal opportunity for services, programs and activities and does not discriminate on the basis of disability, race, age, color, national origin, religion, sexual orientation or gender. For more information on non-discrimination or for translation assistance, please contact the City's Title VI Coordinator at TitleSix@cityofloveland.org or 970-962-2372. The City will make reasonable accommodations for citizens in accordance with the Americans with Disabilities Act (ADA). For more information on ADA or accommodations, please contact the City's ADA Coordinator at adacoordinator@cityofloveland.org or 970-962-3319.

Notificación en Contra de la Discriminación

"La Ciudad de Loveland está comprometida a proporcionar igualdad de oportunidades para los servicios, programas y actividades y no discriminar en base a discapacidad, raza, edad, color, origen nacional, religión, orientación sexual o género. Para más información sobre la no discriminación o para asistencia en traducción, favor contacte al Coordinador Título VI de la Ciudad al TitleSix@cityofloveland.org o al 970-962-2372. La Ciudad realizará las acomodaciones razonables para los ciudadanos de acuerdo con la Ley de Discapacidades para americanos (ADA). Para más información sobre ADA o acomodaciones, favor contacte al Coordinador de ADA de la Ciudad en adacoordinator@cityofloveland.org o al 970-962-3319".



Commission Members Present: David Hetrick, J.D. Walker, Korey Streich, Paul Langfield, Richard Bilancia, and Vi Wickam

Commission Members Absent: Brian Martisius, Adam Auriemmo, and Tom McInerney

Council Liaisons Present: John Fogle

Council Liaisons Absent: Don Overcash and Dave Clark (Alternate)

City Staff Members Present, Alan Krcmarik, Brieana Reed-Harmel, Coreen Callahan, Derek Turner, Joe Bernoksy, Joyce Robinson, John Beckstrom, Kim O'Field, Lindsey Johansen, Matt Elliott, Noah Cecil, Ryan Greene, and Steve Adams

Guest Attendance: Paul Ferris

CALL TO ORDER: Richard Bilancia called the meeting to order at 4:02pm

APPROVAL OF MINUTES: Bilancia asked for a motion to approve the minutes of the February 13, 2019 meeting.

Motion: Vi Wickam made the motion **Second:** Korey Streich seconded the motion. The minutes were approved unanimously.

INFORMATION ITEM

Item 1: Budget Dashboard Presentation – Joyce Robinson Information only

STAFF REPORTS

Item 2: Bond Information – Alan Krcmarik

Provided an update on the bonding process for the City of Loveland Broadband Project since the last LCAB meeting on February 13, 2019

Staff report only. No action required.

Item 3: Broadband Outreach Update – Lindsey Johansen Provided an update on the outreach done since the last LCAB meeting on February 13, 2019

Staff report only. No action required.

REGULAR AGENDA

Item 4: Master License Agreement for the Use of the City of Loveland's Public Right-of-Way Property in Connection with the Operation of a Wireless Network – Brieana Reed-Harmel

In September 2018, the Federal Communication Commission (FCC) adopted the Accelerating Wireline Broadband Deployment by Removing Barriers to Infrastructure Investment, Declaratory Ruling and Third Report and Order, WT Docket No. 17-79; WC Docket No. 17-84 ("Order").



Recommendation:

Adopt a motion recommending that the City Council approve a resolution approving the form of the Master License Agreement for the Use of the City's Public Right-of-Way Property in Connection with the Operation of a Wireless Network as well as the associated design standards, and authorizing the City Manager to execute the same on behalf of the City.

Motion: Vi Wickam made the motion. **Second:** Paul Langfield seconded the motion. The motion was approved unanimously.

Item 5: HB530 Letter of Support - Richard Bilancia

In February, the City Manager of Loveland wrote to Representative Joe Neguse, Senator Cory Gardner and Senator Michael Bennet, on behalf of the City of Loveland. These letters expressed support for H.R. 530, the Accelerated Wireless Broadband Development by Empowering Local Communities Act of 2019, and urged them to support the bill. H.R. 530 repeals recent harmful FCC regulations limiting the ability of local governments to regulate the deployment of 5G wireless infrastructure.

Recommendation:

Review and approve Attachment B: Draft Letter of Support for H.R. 530 from LCAB to be mailed by staff to Representative Neguse, Senator Cory Gardner, and Senator Michael Bennet on behalf of the LCAB Chairman and Board. Bilancia wished to add that LCAB is an all-volunteer organization to the letter.

Motion: Korey Streich made the motion

Second: David Hettrick seconded the motion. The motion was approved unanimously.

COMMISSION/COUNCIL REPORTS

Item 6: Commission/Council Reports

John Fogle gave a brief update on the recent meeting and training that he attended in Washington DC

DIRECTOR'S REPORT

Item 7: Director's Report – Joe Bernosky No updates at this time

ADJOURN The meeting adjourned at 5:40 pm. The next LCAB Meeting will be April 10, 2019 at 4:00 pm.

Respectfully submitted,

Coreen Callahan Recording Secretary Loveland Communications Advisory Board



AGENDA ITEM:1MEETING DATE:5/8/2019SUBMITTED BY:Alan KrcmarikSTAFF TITLE:Executive Fiscal Advisor

ITEM TITLE:

Bond Completion Update

DESCRIPTION:

This item will provide a brief update on bonding for the City of Loveland Broadband Project.

SUMMARY:

Alan Krcmarik will give a brief verbal update on the bond activity, including an overview of the bond sales in April, final interest rates and terms.

RECOMMENDATION:

Information item only. No action required.



AGENDA ITEM: MEETING DATE: SUBMITTED BY: STAFF TITLE: 2 5/8/2019 Lindsey Johansen Communications and Marketing Manager

ITEM TITLE:

Marketing and Outreach Update

DESCRIPTION:

This item will provide an update on the broadband outreach activities.

SUMMARY:

Lindsey Johansen will provide updates on broadband outreach including:

- 1. Review of recent activities
- 2. Communications planning

Media Summary:

4/15/2019	Loveland Reporter- Herald	Loveland council to vote on new rules for small-cell wireless providers
4/1/2019	The Bond Buyer	Colorado cities flip the narrative on municipal broadband
3/29/2019	Loveland Reporter-	City of Loveland bonds for broadband go to market with A+
	Herald	rating
3/29/2019	BizWest	Loveland broadband bonds rated at A+
3/27/2019	Adem Çetinkaya	Loveland, CO Revenue Bonds Assigned 'A+' Rating
3/18/2019	Loveland Reporter-	Loveland to put \$87 million in coffers of new municipal
	Herald	broadband utility
2/27/2019	Estes Park Trail-Gazette	Broadband updates shared at Trustee Talk

RECOMMENDATION:

Information item only. No action required.



AGENDA ITEM: 3 MEETING DATE: 5, SUBMITTED BY: Ki STAFF TITLE: Ca

5 5/8/2019 Kim Reeves Construction Project Manager

ITEM TITLE:

Field Trips Update

DESCRIPTION:

This item will provide a brief update on the recent field trips taken by the Broadband team.

SUMMARY:

Kim Reeves will give a brief verbal update on the recent field trips, including:

- 1. During the month of April, several members of the Broadband Team as well our construction project management team, (Keith Meyer with Ditesco) made two trips to become more familiar with our contractor, Bear Communications, and their operations. The first trip was to their headquarters in Lawrence, KS where the team had the opportunity to meet Bear's entire executive team as well as support staff. The second trip was to two different cities currently under construction in Alabama, (Huntsville and Birmingham) where the team was able to go into the field and see how Bear runs their operations and manages their own construction teams and as well as sub-contractors.
- 2. A larger team including Broadband engineering, communications & marketing, construction, City Manager and Water & Power Director visited three cities: Wilson North Carolina, Bristol Tennessee, and Chattanooga Tennessee. Each visit was a day long and included tours, breakout sessions and numerous conversations about all of the facets of a successful broadband deployment. City staff were fortunate to hear and see many lessons learned and best practices, and spend time with counter parts for each staff member to understand job specific details. Topics ranged from organization and management, customer service, billing, engineering, management strategies and construction practices.

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RECOMMENDATION:

Information item only. No action required.



AGENDA ITEM: 4 MEETING DATE: 5/8/2019 SUBMITTED BY: Kim O'Field STAFF TITLE: Technical Specialist

ITEM TITLE:

Legislative Update on Senate Bills 19-078 and 19-107

DESCRIPTION:

This item and the attachments are intended to give an update on two Senate Bills that have been introduced and their potential impacts on municipally owned communications utilities. Loveland Water and Power is a member of the Colorado Communications Utility Alliance (CCUA). We work closely with CCUA to actively follow emerging state and federal communication laws, rulings and judicial decisions affecting communications and internet policy.

SUMMARY:

SB 19-078 – Open Internet Customer Protections in Colorado

This bill seeks to protect the open internet by disqualifying an Internet Service Provider (ISP) from receiving grant money or other support money from any state fund established to help finance broadband deployment, if that ISP engages in certain practices that interfere with the open internet. Those practices include:

- 1. Blocking lawful internet content, applications, services, or nonharmful devices unless such blocking is conducted in a manner consistent with reasonable network management practices;
- 2. Engaging in paid prioritization of internet content;
- 3. Regulating network traffic by throttling bandwidth or otherwise impairing or degrading lawful internet traffic on the basis of internet content, application, service or use or a device unless the impairment or degradation is conducted in a manner consistent with reasonable network management practices; or
- 4. Not providing reasonable transparency regarding its network management practices.

If an ISP is found to have engaged in any of these practices, the ISP must refund any money received over the prior 24 months through grants from a board or any other state funding sources established to help finance broadband deployment.

This bill also requires a governmental body, when contracting for broadband internet access service, to give preference to an ISP that certifies to the governmental body that it will not engage in any of the practices listed.

This bill has been passed and sent to the Governor to be signed. Please see Attachment A for the full bill text.

SB 19-107 – Broadband Infrastructure Installation

This bill allows rural electric cooperatives to lease existing dark fiber on their electrical utility easements to broadband providers without renegotiation of the underlying easement. It also provides landowners a process to remedy any damages that may occur.



During the negotiation phase, municipal utilities were removed from the legislation and as amended, this bill neither helps nor harms municipal owned electric or communications utilities.

Amendments were made by the House to this bill which the Senate considered and concurred with and the bill was repassed on April 30, 2019. Please see **Attachment B** for the amended bill text.

RECOMMENDATION:

Information item only. No action required.

ATTACHMENTS:

- Attachment A: Senate Bill 19-078
- Attachment B: Senate Bill 19-107

NOTE: This bill has been prepared of the signature of the appropriate legislative officers and the Governor. To determine whether the Governor has signed the bill or taken other action on it, please consult the legislative status sheet, the legislative history, or the Session Laws.

SENATE BILL 19-078

BY SENATOR(S) Donovan and Bridges, Court, Danielson, Fenberg, Foote, Gonzales, Lee, Moreno, Pettersen, Rodriguez, Story, Todd, Winter, Zenzinger, Garcia;

also REPRESENTATIVE(S) Hansen and Herod, Arndt, Bird, Buckner, Buentello, Caraveo, Cutter, Duran, Esgar, Exum, Gray, Hooton, Jackson, Jaquez Lewis, Kennedy, Kipp, Kraft-Tharp, McCluskie, Melton, Michaelson Jenet, Mullica, Roberts, Singer, Sirota, Snyder, Sullivan, Titone, Valdez A., Valdez D., Weissman.

CONCERNING THE PROTECTION OF THE OPEN INTERNET, AND, IN CONNECTION THEREWITH, DISQUALIFYING AN INTERNET SERVICE PROVIDER FROM RECEIVING HIGH COST SUPPORT MECHANISM MONEY OR OTHER MONEY RECEIVED TO FINANCE BROADBAND DEPLOYMENT IF THE INTERNET SERVICE PROVIDER ENGAGES IN CERTAIN PRACTICES THAT INTERFERE WITH THE OPEN INTERNET, REQUIRING AN INTERNET SERVICE PROVIDER THAT ENGAGES IN SUCH PRACTICES TO REFUND ANY SUCH MONEY RECEIVED, AND REQUIRING A GOVERNMENTAL BODY CONTRACTING FOR BROADBAND INTERNET ACCESS SERVICE TO GIVE PREFERENCE TO AN INTERNET SERVICE PROVIDER THAT CERTIFIES THAT IT WILL NOT ENGAGE IN PRACTICES THAT INTERFERE WITH THE OPEN INTERNET.

Capital letters or bold & italic numbers indicate new material added to existing law; dashes through words or numbers indicate deletions from existing law and such material is not part of the act.

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

SECTION 1. In Colorado Revised Statutes, **add** 40-15-209 as follows:

40-15-209. Net neutrality conditions for internet service providers to receive high cost support mechanism money - definitions. (1) EXCEPT AS PROVIDED IN SUBSECTION (3) OF THIS SECTION, AN INTERNET SERVICE PROVIDER THAT IS OTHERWISE ELIGIBLE TO RECEIVE MONEY THROUGH A GRANT FROM THE BROADBAND DEPLOYMENT BOARD PURSUANT TO SECTION 40-15-509.5 OR THROUGH ANY STATE FUND ESTABLISHED TO HELP FINANCE BROADBAND DEPLOYMENT IS NOT ELIGIBLE TO RECEIVE THAT MONEY IF THE INTERNET SERVICE PROVIDER:

(a) BLOCKS ANY LAWFUL INTERNET CONTENT, APPLICATIONS, SERVICES, OR DEVICES UNLESS THE BLOCKING IS CONDUCTED IN A MANNER CONSISTENT WITH REASONABLE NETWORK MANAGEMENT PRACTICES;

(b) ENGAGES IN PAID PRIORITIZATION OF INTERNET CONTENT;

(c) REGULATES NETWORK TRAFFIC BY THROTTLING BANDWIDTH OR OTHERWISE IMPAIRS OR DEGRADES LAWFUL INTERNET TRAFFIC ON THE BASIS OF INTERNET CONTENT, APPLICATION, SERVICE, OR USE OF A NONHARMFUL DEVICE UNLESS THE IMPAIRMENT OR DEGRADATION RESULTS SOLELY FROM THE EVENHANDED APPLICATION OF REASONABLE NETWORK MANAGEMENT PRACTICES; OR

(d) FAILS OR REFUSES TO DISCLOSE, SUBJECT TO REASONABLE CONDITIONS TO PROTECT PROPRIETARY INFORMATION, ITS NETWORK MANAGEMENT PRACTICES.

(2) (a) IF THE COMMISSION LEARNS FROM THE BROADBAND DEPLOYMENT BOARD THAT A FEDERAL AGENCY HAS ISSUED A FINAL ORDER OR ENTERED INTO A SETTLEMENT OR CONSENT DECREE REGARDING, OR A COURT OF COMPETENT JURISDICTION HAS ISSUED A FINAL JUDGMENT AGAINST, AN INTERNET SERVICE PROVIDER AND THAT THE BOARD HAS DETERMINED FROM THE ORDER, DECREE, OR JUDGMENT THAT THE INTERNET SERVICE PROVIDER HAS ENGAGED IN CONDUCT SPECIFIED IN SUBSECTION (1) OF THIS SECTION, THE COMMISSION SHALL ISSUE A WRITTEN ORDER TO THE INTERNET SERVICE PROVIDER REQUIRING THE INTERNET SERVICE PROVIDER

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TO FULLY REFUND ANY MONEY THAT THE INTERNET SERVICE PROVIDER RECEIVED IN THE TWENTY-FOUR MONTHS PRECEDING THE BOARD'S DETERMINATION FROM THE HIGH COST SUPPORT MECHANISM PURSUANT TO A GRANT AWARDED BY THE BROADBAND DEPLOYMENT BOARD UNDER SECTION 40-15-509.5.

(b) AN ORDER ISSUED BY THE COMMISSION PURSUANT TO SUBSECTION (2)(a) OF THIS SECTION MUST INCLUDE AN ITEMIZED STATEMENT OF THE AMOUNT OF MONEY THAT THE INTERNET SERVICE PROVIDER IS REQUIRED TO REFUND AND INSTRUCTIONS ON HOW TO REFUND THE MONEY.

(c) THE THIRD-PARTY CONTRACTOR THAT MAINTAINS THE HIGH COST SUPPORT MECHANISM SHALL ALLOCATE ANY MONEY REFUNDED TO THE HIGH COST SUPPORT MECHANISM PURSUANT TO THIS SUBSECTION (2) TO THE HIGH COST SUPPORT MECHANISM ACCOUNT DEDICATED TO BROADBAND DEPLOYMENT, WHICH ACCOUNT IS DESCRIBED IN SECTION 40-15-509.5 (3).

(d) A REQUIREMENT THAT AN INTERNET SERVICE PROVIDER REFUND MONEY TO THE HIGH COST SUPPORT MECHANISM PURSUANT TO THIS SECTION DOES NOT RELIEVE THE INTERNET SERVICE PROVIDER OF ANY PROVIDER-OF-LAST-RESORT OBLIGATIONS THAT THE INTERNET SERVICE PROVIDER OTHERWISE HAS PURSUANT TO THIS ARTICLE 15.

(3) AN INTERNET SERVICE PROVIDER IS EXEMPT FROM THE OBLIGATIONS SET FORTH IN SUBSECTIONS (1) AND (2) OF THIS SECTION IF THE INTERNET SERVICE PROVIDER ENGAGES IN ANY OF THE PRACTICES LISTED IN SUBSECTIONS (1)(a) TO (1)(d) OF THIS SECTION IN THE COURSE OF:

(a) PROVIDING, FACILITATING THE PROVISION OF, OR ADDRESSING EMERGENCY COMMUNICATIONS, AS PERMITTED OR REQUIRED BY LAW OR AT THE REQUEST OR DIRECTION OF AUTHORITIES SERVING IN LAW ENFORCEMENT, PUBLIC SAFETY, OR NATIONAL SECURITY; OR

(b) ADDRESSING COPYRIGHT INFRINGEMENT OR OTHER UNLAWFUL ACTIVITY.

(4) AS USED IN THIS SECTION:

(a) (I) "BROADBAND INTERNET ACCESS SERVICE" MEANS A MASS-MARKET RETAIL SERVICE THAT PROVIDES THE CAPABILITY TO

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TRANSMIT AND RECEIVE DATA FROM ALL OR SUBSTANTIALLY ALL INTERNET ENDPOINTS, INCLUDING ANY CAPABILITIES THAT ARE INCIDENTAL TO AND ENABLE THE OPERATION OF THE SERVICE, BUT EXCLUDING DIAL-UP INTERNET ACCESS SERVICE.

(II) "BROADBAND INTERNET ACCESS SERVICE" INCLUDES SERVICES PROVIDED OVER ANY TECHNOLOGY PLATFORM, INCLUDING WIRE, TERRESTRIAL WIRELESS, AND SATELLITE.

(b) "INTERNET SERVICE PROVIDER" MEANS A PROVIDER OF BROADBAND INTERNET ACCESS SERVICE IN COLORADO.

(c) "PAID PRIORITIZATION" MEANS THE MANAGEMENT OF AN INTERNET SERVICE PROVIDER'S NETWORK TO DIRECTLY OR INDIRECTLY FAVOR SOME TRAFFIC OVER OTHER TRAFFIC, INCLUDING THROUGH THE USE OF TECHNIQUES SUCH AS TRAFFIC SHAPING, PRIORITIZATION, RESOURCE RESERVATION, OR OTHER FORMS OF PREFERENTIAL TRAFFIC MANAGEMENT, EITHER:

(I) IN EXCHANGE FOR CONSIDERATION, MONETARY OR OTHERWISE, FROM A THIRD PARTY;

(II) TO BENEFIT AN AFFILIATED ENTITY; OR

(III) TO DISADVANTAGE A COMPETING ENTITY OR ITS AFFILIATES.

(d) "REASONABLE NETWORK MANAGEMENT" MEANS A NETWORK MANAGEMENT PRACTICE THAT IS APPROPRIATE AND TAILORED TO ACHIEVING A LEGITIMATE NETWORK MANAGEMENT PURPOSE, TAKING INTO ACCOUNT THE PARTICULAR NETWORK ARCHITECTURE AND TECHNOLOGY OF THE BROADBAND INTERNET ACCESS SERVICE.

(e) "THROTTLING" MEANS THE INTENTIONAL SLOWING OF BROADBAND INTERNET ACCESS SERVICE.

SECTION 2. In Colorado Revised Statutes, 40-15-509.5, **add** (8.3) as follows:

40-15-509.5. Broadband service - report - broadband deployment board - broadband administrative fund - creation - repeal.

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(8.3) (a) THE BOARD SHALL PERIODICALLY REVIEW THE WEBSITES OF THE FEDERAL TRADE COMMISSION AND THE FCC TO DETERMINE WHETHER EITHER OF THOSE FEDERAL AGENCIES HAS ISSUED A FINAL ORDER OR ENTERED INTO A SETTLEMENT OR CONSENT DECREE REGARDING ANY:

(I) APPLICANT SEEKING BROADBAND DEPLOYMENT GRANT MONEY FROM THE BOARD; OR

(II) INTERNET SERVICE PROVIDER, AS DEFINED IN SECTION 40-15-209 (4)(b), to which the board has awarded broadband deployment grant money.

(b) The board shall review any order or decree described in subsection (8.3)(a) of this section to determine whether the internet service provider that is the subject of the order or decree has engaged in conduct prohibited by section 40-15-209 (1)(a) to (1)(d). The board shall deny the application of any applicant subject to such a federal order or decree and shall inform the commission pursuant to section 40-15-209 (2)(a) about any internet service provider awarded broadband deployment Grant money that is subject to such an order or decree.

SECTION 3. In Colorado Revised Statutes, **add** article 26 to title 6 as follows:

ARTICLE 26 Internet Service Providers

6-26-101. Complaints to federal trade commission - attorney general to provide guidance. (1) THE ATTORNEY GENERAL OR THE ATTORNEY GENERAL'S DESIGNEE, IN COLLABORATION WITH THE BROADBAND DEPLOYMENT BOARD CREATED IN SECTION 40-15-509.5 (5), SHALL DEVELOP WRITTEN GUIDANCE FOR CONSUMERS SEEKING TO FILE A COMPLAINT WITH THE FEDERAL TRADE COMMISSION TO ALLEGE THAT AN INTERNET SERVICE PROVIDER, AS DEFINED IN SECTION 40-15-209 (4)(b), HAS ENGAGED IN ANY PRACTICE THAT VIOLATES FEDERAL LAW REGARDING INTERFERENCE WITH THE OPEN INTERNET.

(2) ON OR BEFORE OCTOBER 1, 2019, THE DEPARTMENT OF LAW SHALL POST THE WRITTEN GUIDANCE DEVELOPED PURSUANT TO SUBSECTION

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(1) OF THIS SECTION ON ITS PUBLIC WEBSITE.

(3) THE ATTORNEY GENERAL, IN COLLABORATION WITH THE BROADBAND DEPLOYMENT BOARD, SHALL UPDATE THE WRITTEN GUIDANCE AS NEEDED.

SECTION 4. In Colorado Revised Statutes, **add** 24-103-911 as follows:

24-103-911. Preference for internet service providers that certify compliance with open internet protections - definitions. (1) WHEN CONTRACTING FOR BROADBAND INTERNET ACCESS SERVICE, A GOVERNMENTAL BODY SHALL GIVE PREFERENCE TO AN INTERNET SERVICE PROVIDER THAT CERTIFIES TO THE GOVERNMENTAL BODY THAT, EXCEPT AS ALLOWED UNDER SECTION 40-15-209 (3), THE INTERNET SERVICE PROVIDER WILL NOT ENGAGE IN ANY OF THE PRACTICES SET FORTH IN SECTION 40-15-209 (1).

(2) AS USED IN THIS SECTION:

(a) "BROADBAND INTERNET ACCESS SERVICE" HAS THE MEANING SET FORTH IN SECTION 40-15-209(4)(a).

(b) "INTERNET SERVICE PROVIDER" HAS THE MEANING SET FORTH IN SECTION 40-15-209 (4)(b).

SECTION 5. Applicability. This act applies to conduct occurring on or after the effective date of this act.

SECTION 6. Safety clause. The general assembly hereby finds,

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determines, and declares that this act is necessary for the immediate preservation of the public peace, health, and safety.

Leroy M. Garcia PRESIDENT OF THE SENATE KC Becker SPEAKER OF THE HOUSE OF REPRESENTATIVES

Cindi L. Markwell SECRETARY OF THE SENATE Marilyn Eddins CHIEF CLERK OF THE HOUSE OF REPRESENTATIVES

APPROVED

(Date and Time)

Jared S. Polis GOVERNOR OF THE STATE OF COLORADO

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Seventy-second General Assembly STATE OF COLORADO

REREVISED

This Version Includes All Amendments Adopted in the Second House

LLS NO. 19-0393.01 Jennifer Berman x3286

SENATE BILL 19-107

SENATE SPONSORSHIP

Donovan, Bridges, Fenberg, Fields, Foote, Garcia, Gardner, Ginal, Gonzales, Hisey, Holbert, Lee, Marble, Pettersen, Rankin, Rodriguez, Sonnenberg, Story, Todd, Williams A.

HOUSE SPONSORSHIP

Roberts, Arndt, Bird, Buckner, Buentello, Carver, Catlin, Cutter, Esgar, Exum, Galindo, Gray, Hansen, Herod, Hooton, Kipp, Liston, Lontine, McCluskie, Melton, Michaelson Jenet, Sirota, Snyder, Soper, Tipper, Titone, Valdez A., Valdez D., Will, Wilson

Senate Committees Business, Labor, & Technology Local Government

House Committees Rural Affairs & Agriculture

A BILL FOR AN ACT

101 **CONCERNING THE INSTALLATION OF BROADBAND INTERNET SERVICE**

102 **INFRASTRUCTURE.**

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.)

Section 1 of the bill authorizes an electric utility or other electricity supplier to install and maintain above-ground broadband internet service infrastructure for internal use, for external use in providing broadband internet service, or for lease of any excess capacity to a broadband internet service provider (provider).

Section 1 also authorizes a provider to enter into a contract with a

3rd Reading Unamended April 29, 2019 HOUSE

April 27, 2019

HOUSE



landowner to access an electric utility's existing easement on the landowner's private property if:

- ! The provider seeks to access the easement to construct or maintain infrastructure to be used in providing broadband internet service;
- ! The provider's access will not violate an exclusivity term in the electric utility's contract with the landowner; and
- ! The electric utility has previously determined that the provider's access would not likely interfere with the electric utility's construction, maintenance, or use of any infrastructure placed on the property.

A provider seeking access to an electric utility's existing easement on private property is required to seek written authorization from the electric utility, which authorization the electric utility shall not unreasonably withhold or delay.

An electric utility authorizing a provider's access to its existing easement on private property may seek reimbursement from the provider for actual and reasonable costs the electric utility incurs as a result of sharing the easement.

The public utilities commission may enforce the requirements set forth in the bill by directing the attorney general to commence an action or proceeding in district court seeking to stop or prevent the violations.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, add part 6 to article
3	<u>15 of title 40 as follows:</u>
4	<u>PART 6</u>
5	ELECTRIC UTILITY EASEMENTS
6	40-15-601. Definitions. As used in this part 6, unless the
7	CONTEXT OTHERWISE REQUIRES:
8	(1) "ATTACHED FACILITY" MEANS A BROADBAND FACILITY, AS
9	DEFINED IN SECTION 38-5.5-102 (2), OR A BROADBAND NETWORK OR ANY
10	PORTION OF A BROADBAND NETWORK, IN EACH CASE LOCATED
11	SUBSTANTIALLY:
12	(a) Aboveground and attached to an electric utility's

1	ELECTRIC SERVICE INFRASTRUCTURE; OR
2	(b) Underground in an electric easement and existing
3	BEFORE THE DELIVERY OF NOTICE PURSUANT TO SECTION 40-15-602 (2).
4	(2) "BROADBAND AFFILIATE" MEANS A COMMERCIAL BROADBAND
5	SUPPLIER THAT IS A SEPARATE LEGAL ENTITY FROM ANY ELECTRIC UTILITY
6	BUT IS CONTROLLED BY, CONTROLS, OR IS UNDER COMMON CONTROL WITH
7	AN ELECTRIC UTILITY.
8	(3) "Commercial broadband service" means "broadband
9	SERVICE", AS THAT TERM IS DEFINED IN SECTION 38-5.5-102 (1), OR
10	BROADBAND INTERNET SERVICE.
11	(4) (a) "COMMERCIAL BROADBAND SUPPLIER" MEANS:
12	(I) A provider of broadband internet service or an
13	EXISTING BROADBAND PROVIDER, AS THAT TERM IS DEFINED IN SECTION
14	<u>38-5.5-102 (3), OR A PERSON THAT INTENDS TO PROVIDE BROADBAND</u>
15	INTERNET SERVICE OR BROADBAND SERVICE; OR
16	(II) A PERSON THAT DIRECTLY OR INDIRECTLY SELLS, LEASES, OR
17	OTHERWISE TRANSFERS ATTACHED FACILITIES OR A RIGHT TO INSTALL,
18	OPERATE, MAINTAIN, OR USE ATTACHED FACILITIES FOR ANOTHER
19	PERSON'S PROVISION OF COMMERCIAL BROADBAND SERVICE OR A PERSON
20	THAT INTENDS TO SELL, LEASE, OR OTHERWISE TRANSFER ATTACHED
21	FACILITIES OR A RIGHT TO INSTALL, OPERATE, MAINTAIN, OR USE
22	ATTACHED FACILITIES.
23	(b) "Commercial broadband supplier" does not include an
24	ELECTRIC UTILITY.
25	(5) "ELECTRIC EASEMENT" MEANS A RECORDED OR UNRECORDED
26	EASEMENT, RIGHT-OF-WAY UNDER SECTION 38-4-103 OR OTHERWISE, OR
27	SIMILAR RIGHT IN OR TO REAL PROPERTY, INCLUDING PRESCRIPTIVE

1	RIGHTS, NO MATTER HOW ACQUIRED, HELD BY AN ELECTRIC UTILITY FOR
2	THE SITING OF ELECTRIC SERVICE INFRASTRUCTURE OR FOR THE PURPOSE
3	OF DELIVERING ELECTRIC SERVICE, REGARDLESS OF WHETHER:
4	(a) The easement or other right is exclusively for the
5	PROVISION OF ELECTRIC SERVICE OR FOR USE IN CONNECTION WITH
6	COMMERCIAL BROADBAND SERVICE, TELECOMMUNICATION SERVICE, OR
7	ANOTHER PURPOSE; OR
8	(b) The electric utility or a commercial broadband
9	SUPPLIER USES THE EASEMENT OR OTHER RIGHT TO PROVIDE COMMERCIAL
10	BROADBAND SERVICE.
11	(6) "Electric utility" means a cooperative electric
12	ASSOCIATION, AS DEFINED IN SECTION 40-9.5-102.
13	(7) "INTEREST HOLDER" MEANS A PROPERTY OWNER OR OTHER
14	PERSON WITH AN INTEREST IN THE REAL PROPERTY UPON WHICH AN
15	ELECTRIC EASEMENT IS LOCATED.
16	(8) "Memorandum" means a written instrument that
17	INCLUDES, AT A MINIMUM, THE NAME AND ADDRESS OF THE ELECTRIC
18	UTILITY, THE DATE ON WHICH THE NOTICE WAS MAILED, AND THE
19	INFORMATION REQUIRED TO BE INCLUDED IN A NOTICE UNDER SECTION
20	<u>40-15-602 (2)(b)(III) AND (2)(b)(IV).</u>
21	(9) "Notice" means a written letter substantially
22	COMPLYING WITH THE REQUIREMENTS SET FORTH IN SECTION 40-15-602
23	(2)(b), WHICH NOTICE SHALL BE DEEMED DELIVERED ON THE DATE
24	POSTMARKED OR OTHERWISE TIME STAMPED.
25	(10) "PERSON" HAS THE MEANING SET FORTH IN SECTION $40-1-102$
26	<u>(10).</u>
27	(11) "PROPERTY OWNER" MEANS A PERSON WITH A RECORDED FEE

1	SIMPLE INTEREST IN REAL PROPERTY UPON WHICH AN ELECTRIC EASEMENT
2	IS LOCATED.
3	(12) "REQUEST FOR NOTICE" MEANS A WRITTEN INSTRUMENT
4	RECORDED BY AN INTEREST HOLDER IN COMPLIANCE WITH THE
5	REQUIREMENTS SET FORTH IN SECTION 40-15-602 (2)(c).
6	<u>40-15-602. Electric easements - commercial broadband service</u>
7	- broadband affiliates - notice required. (1) WITH REGARD TO REAL
8	PROPERTY SUBJECT TO AN ELECTRIC EASEMENT, IF AN ELECTRIC UTILITY,
9	OR ANY COMMERCIAL BROADBAND SUPPLIER DESIGNATED BY THE
10	ELECTRIC UTILITY TO ACT ON ITS BEHALF, COMPLIES WITH THE NOTICE AND
11	<u>FILING REQUIREMENTS SET FORTH IN SUBSECTION (2) OF THIS SECTION, THE</u>
12	ELECTRIC UTILITY HOLDING THE ELECTRIC EASEMENT MAY, SUBJECT TO
13	SUBSECTION (4) OF THIS SECTION AND WITHOUT THE CONSENT OF AN
14	INTEREST HOLDER IN THE REAL PROPERTY SUBJECT TO THE ELECTRIC
15	EASEMENT, TAKE THE FOLLOWING ACTIONS TO THE EXTENT NOT ALREADY
16	PERMITTED BY THE ELECTRIC EASEMENT:
17	(a) INSTALL, MAINTAIN, OR OWN, OR PERMIT ANY COMMERCIAL
18	BROADBAND SUPPLIER, INCLUDING A BROADBAND AFFILIATE, TO INSTALL,
19	MAINTAIN, OR OWN, AN ATTACHED FACILITY FOR OPERATION BY A
20	COMMERCIAL BROADBAND SUPPLIER, INCLUDING A BROADBAND
21	AFFILIATE, IN PROVIDING COMMERCIAL BROADBAND SERVICE; AND
22	(b) LEASE OR OTHERWISE PROVIDE TO A COMMERCIAL BROADBAND
23	SUPPLIER, INCLUDING A BROADBAND AFFILIATE, ANY EXCESS CAPACITY OF
24	ATTACHED FACILITIES FOR PURPOSES OF PROVIDING COMMERCIAL
25	BROADBAND SERVICE.
26	(2) (a) At least thirty days before first exercising its
27	RIGHTS UNDER ONE OR BOTH OF SUBSECTION (1)(a) OR (1)(b) OF THIS

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1	SECTION WITH RESPECT TO AN ELECTRIC EASEMENT OR PORTION OF AN
2	ELECTRIC EASEMENT, AN ELECTRIC UTILITY OR ITS DESIGNATED
3	COMMERCIAL BROADBAND SUPPLIER MUST SEND NOTICE TO EACH
4	PROPERTY OWNER THAT HOLDS AN INTEREST IN THE REAL PROPERTY
5	SUBJECT TO THE ELECTRIC EASEMENT AND ANY OTHER INTEREST HOLDER
6	THAT HAS RECORDED A REQUEST FOR NOTICE AND MUST RECORD A
7	MEMORANDUM IN THE OFFICE OF THE COUNTY CLERK AND RECORDER IN
8	EACH COUNTY IN WHICH THE ELECTRIC UTILITY IS EXERCISING ITS RIGHTS
9	UNDER SUBSECTION (1) OF THIS SECTION. AN ELECTRIC UTILITY OR ITS
10	DESIGNATED COMMERCIAL BROADBAND SUPPLIER MAY ONLY COMMENCE
11	EXERCISING ITS RIGHTS UNDER SUBSECTION (1) OF THIS SECTION UPON
12	DELIVERY OF SUFFICIENT NOTICE.
13	(b) A LETTER PROVIDING NOTICE PURSUANT TO THIS SUBSECTION
14	<u>(2) MUST:</u>
15	(I) BE SENT BY CERTIFIED MAIL FROM OR ON BEHALF OF THE
16	ELECTRIC UTILITY TO THE PROPERTY OWNER AND ANY INTEREST HOLDER
17	THAT HAS RECORDED A REQUEST FOR NOTICE AT EACH OF THE FOLLOWING,
18	AS APPLICABLE:
19	(A) THE LAST KNOWN ADDRESS FOR THE PROPERTY OWNER BASED
20	ON THE ELECTRIC UTILITY'S RECORDS;
21	(B) The address listed for the property owner in the
22	RECORDS OF THE OFFICE OF THE COUNTY ASSESSOR; AND
23	(C) THE ADDRESS SET FORTH IN A REQUEST FOR NOTICE;
24	(II) INCLUDE THE NAME, ADDRESS, TELEPHONE NUMBER, AND
25	NAMED POINT OF CONTACT FOR THE ELECTRIC UTILITY AND, IF DELIVERED
26	BY A COMMERCIAL BROADBAND SUPPLIER DESIGNATED BY THE ELECTRIC
27	UTILITY, THE NAME, ADDRESS, TELEPHONE NUMBER, AND NAMED POINT OF

1	CONTACT FOR THE DESIGNATED COMMERCIAL BROADBAND SUPPLIER;
2	(III) INCLUDE THE PROPERTY ADDRESS; THE RECORDING NUMBER,
3	IF ANY, OF THE ELECTRIC EASEMENT OR RECORDED MEMORANDUM OF THE
4	ELECTRIC EASEMENT; A GENERAL DESCRIPTION OF ANY EXISTING ELECTRIC
5	SERVICE INFRASTRUCTURE CURRENTLY LOCATED IN THE ELECTRIC
6	EASEMENT; AND THE APPROXIMATE LOCATION OF THE ELECTRIC
7	EASEMENT, WHICH NEED NOT INCLUDE A LEGAL DESCRIPTION, LAND TITLE
8	SURVEY, PLAT, OR OTHER DESIGNATION OF THE EXACT BOUNDARIES OF
9	THE ELECTRIC EASEMENT;
10	<u>(IV) Include:</u>
11	(A) A CITATION TO THIS PART 6; AND
12	(B) A COPY OF THE LANGUAGE OF SUBSECTION (1) OF THIS SECTION
13	WITH AN INDICATION OF WHETHER THE ELECTRIC UTILITY IS EXERCISING
14	RIGHTS UNDER ONE OR BOTH OF SUBSECTION (1)(a) OR (1)(b) OF THIS
15	<u>SECTION;</u>
16	(V) Give an estimated time for the start of installation or
17	CONSTRUCTION WITH REGARD TO ANY NEW INSTALLATION OR
18	CONSTRUCTION THAT WILL OCCUR IN CONNECTION WITH THE EXERCISE OF
19	RIGHTS UNDER SUBSECTION (1) OF THIS SECTION;
20	(VI) INCLUDE A STATEMENT REGARDING THE RIGHT AND
21	OBLIGATION OF THE ELECTRIC UTILITY, OR ITS DESIGNATED COMMERCIAL
22	BROADBAND SUPPLIER, TO RECORD A MEMORANDUM; AND
23	(VII) INCLUDE A STATEMENT REGARDING THE STATUTE OF
24	LIMITATIONS FOR THE INTEREST HOLDER TO FILE A CLAIM WITH RESPECT
25	TO THE ELECTRIC UTILITY'S EXERCISE OF RIGHTS.
26	(c) AN INTEREST HOLDER THAT DESIRES TO OBTAIN NOTICE UNDER
27	THIS PART 6 AT A SPECIFIC ADDRESS MAY FILE IN THE OFFICE OF THE

1	COUNTY CLERK AND RECORDER FOR THE COUNTY IN WHICH THE REAL
2	PROPERTY IS SITUATED A REQUEST FOR NOTICE THAT IDENTIFIES THE
3	INTEREST HOLDER'S NAME AND ADDRESS, THE INSTRUMENT GRANTING THE
4	INTEREST HOLDER'S INTEREST IN THE PROPERTY, AND THE RECORDING
5	NUMBER OF THE INSTRUMENT OR A RECORDED MEMORANDUM OF THE
6	INSTRUMENT.
7	(3) UPON EXERCISE OF THE RIGHTS SET FORTH IN SUBSECTION (1)
8	OF THIS SECTION, THE RIGHTS RUN WITH THE LAND AND ARE ASSIGNABLE
9	BY THE ELECTRIC UTILITY.
10	(4) The terms and conditions of a written electric
11	EASEMENT APPLY TO AN ELECTRIC UTILITY'S USES OF THE ELECTRIC
12	EASEMENT SET FORTH IN SUBSECTION (1) OF THIS SECTION, EXCEPT THOSE
13	TERMS AND CONDITIONS THAT WOULD PROHIBIT THE ELECTRIC UTILITY'S
14	EXERCISE OF RIGHTS UNDER SUBSECTION (1) OF THIS SECTION. A
15	PROHIBITION ON ABOVEGROUND ELECTRIC SERVICE INFRASTRUCTURE
16	CONTAINED WITHIN A WRITTEN ELECTRIC EASEMENT CONSTITUTES A
17	PROHIBITION ON ABOVEGROUND ATTACHED FACILITIES. IN CONNECTION
18	WITH THE EXERCISE OF RIGHTS UNDER SUBSECTION (1) OF THIS SECTION,
19	AN ELECTRIC UTILITY OR ITS DESIGNATED COMMERCIAL BROADBAND
20	SUPPLIER MUST COMPLY WITH ANY NOTICE REQUIREMENTS CONTAINED IN
21	A WRITTEN ELECTRIC EASEMENT HELD BY THE ELECTRIC UTILITY RELATED
22	TO ENTERING THE REAL PROPERTY SUBJECT TO THE ELECTRIC EASEMENT
23	OR COMMENCING ANY CONSTRUCTION OR INSTALLATION ON THE REAL
24	PROPERTY.
25	(5) NOTHING IN THIS PART 6 REQUIRES AN ELECTRIC UTILITY TO
26	<u>COMPLY WITH SUBSECTION (2) OF THIS SECTION IN ORDER TO TAKE ANY</u>
27	ACTION OR EXERCISE ANY RIGHTS UNDER AN ELECTRIC EASEMENT THAT IS

1	ALREADY PERMITTED WITHIN THE SCOPE OF THE ELECTRIC EASEMENT.
2	Unless expressly prohibited by the terms of an electric
3	EASEMENT, AN ELECTRIC EASEMENT WILL BE DEEMED TO ALLOW AN
4	ELECTRIC UTILITY TO INSTALL, MAINTAIN, OR OWN, OR PERMIT A THIRD
5	PARTY TO INSTALL, MAINTAIN, OR OWN FOR BENEFICIAL USE BY THE
6	ELECTRIC UTILITY, TELECOMMUNICATIONS FACILITIES AND EQUIPMENT
7	FOR USE IN CONNECTION WITH THE ELECTRIC UTILITY'S PROVISION OF
8	ELECTRICITY.
9	40-15-603. Statute of limitations - damages - limitations on
10	damages. (1) (a) NO CLAIM OR CAUSE OF ACTION AGAINST AN ELECTRIC
11	UTILITY OR A COMMERCIAL BROADBAND SUPPLIER CONCERNING THE
12	ELECTRIC UTILITY'S OR COMMERCIAL BROADBAND SUPPLIER'S EXERCISE OF
13	RIGHTS UNDER THIS PART 6 OR ANY ACTIONS THAT THE ELECTRIC UTILITY
14	OR COMMERCIAL BROADBAND SUPPLIER TAKES BEFORE THE EFFECTIVE
15	DATE OF THIS SECTION THAT, IF TAKEN AFTER THE EFFECTIVE DATE OF THIS
16	SECTION, WOULD BE AUTHORIZED UNDER SECTION 40-15-602 (1) MAY BE
17	BROUGHT BY OR ON BEHALF OF AN INTEREST HOLDER MORE THAN TWO
18	YEARS AFTER THE LATEST OF:
19	(I) THE EFFECTIVE DATE OF THIS SECTION;
20	(II) THE DATE OF DELIVERY OF NOTICE PURSUANT TO SECTION
21	<u>40-15-602 (2); OR</u>
22	(III) THE DATE OF RECORDING OF A MEMORANDUM PURSUANT TO
23	<u>SECTION 40-15-602 (2).</u>
24	(b) SUBSECTION (1)(a) OF THIS SECTION DOES NOT APPLY TO A
25	CLAIM OR CAUSE OF ACTION BASED ON:
26	(I) PHYSICAL DAMAGE TO PROPERTY;
27	(II) INJURY TO NATURAL PERSONS; OR

1	(III) BREACH OF THE TERMS AND CONDITIONS OF A WRITTEN
2	ELECTRIC EASEMENT AS THE TERMS AND CONDITIONS APPLY IN
3	ACCORDANCE WITH SECTION 40-15-602 (4).
4	(c) NOTHING IN THIS SECTION 40-15-603 EXTENDS THE STATUTORY
5	LIMITATION PERIOD APPLICABLE TO A CLAIM OR REVIVES AN EXPIRED
6	<u>CLAIM.</u>
7	(2) A CLAIM OR CAUSE OF ACTION TO WHICH SUBSECTION $(1)(a)$ OF
8	THIS SECTION APPLIES SHALL NOT BE BROUGHT BY OR ON BEHALF OF AN
9	INTEREST HOLDER AGAINST A COMMERCIAL BROADBAND SUPPLIER FOR
10	ACTIONS THAT THE COMMERCIAL BROADBAND SUPPLIER HAS TAKEN
11	UNDER SECTION 40-15-602 (2) ON BEHALF OF AN ELECTRIC UTILITY.
12	NOTHING IN THIS SUBSECTION (2) PROHIBITS AN ELECTRIC UTILITY AND A
13	COMMERCIAL BROADBAND SUPPLIER FROM CONTRACTING TO ALLOCATE
14	LIABILITY FOR ACTIONS TAKEN UNDER SECTION 40-15-602 (2).
15	(3) IF AN INTEREST HOLDER BRINGS A TRESPASS CLAIM, INVERSE
16	CONDEMNATION CLAIM, OR ANY OTHER CLAIM OR CAUSE OF ACTION TO
17	WHICH SUBSECTION (1)(a) OF THIS SECTION APPLIES FOR AN ELECTRIC
18	UTILITY'S OR COMMERCIAL BROADBAND SUPPLIER'S EXERCISE OF RIGHTS
19	<u>OR PERFORMANCE OF ACTIONS DESCRIBED IN SECTION 40-15-602 (1)(a) OR</u>
20	(1)(b), THE FOLLOWING APPLIES TO THE CLAIM OR CAUSE OF ACTION:
21	(a) The measure of damages for all claims or causes of
22	ACTION TO WHICH SUBSECTION (1)(a) OF THIS SECTION APPLIES, TAKEN
23	TOGETHER, IS THE FAIR MARKET VALUE OF THE REDUCTION IN VALUE OF
24	THE INTEREST HOLDER'S INTEREST IN THE REAL PROPERTY, AS
25	CONTEMPLATED BY SECTION 38-1-121 (1). IN DETERMINING OR PROVIDING
26	THE FAIR MARKET VALUE UNDER THIS SUBSECTION (3)(a):
27	(I) THE FOLLOWING SHALL NOT BE USED AND ARE NOT ADMISSIBLE

1 <u>AS EVIDENCE IN ANY PROCEEDING:</u>

2	(A) PROFITS, FEES, OR REVENUE DERIVED FROM THE ATTACHED
3	FACILITIES; OR
4	(B) THE RENTAL VALUE OF THE REAL PROPERTY INTEREST OR THE
5	ELECTRIC EASEMENT, INCLUDING THE RENTAL VALUE OF ANY ATTACHED
6	FACILITIES OR AN ASSEMBLED BROADBAND CORRIDOR; AND
7	(II) CONSIDERATION MUST BE GIVEN TO ANY INCREASE IN VALUE
8	TO THE REAL PROPERTY INTEREST RESULTING FROM THE AVAILABILITY OF
9	COMMERCIAL BROADBAND SERVICE TO THE REAL PROPERTY UNDERLYING
10	THE REAL PROPERTY INTEREST THAT ARISES FROM THE INSTALLATION OF
11	ATTACHED FACILITIES.
12	(b) The interest holder must make reasonable
12	ACCOMMODATIONS FOR THE ELECTRIC UTILITY OR COMMERCIAL
14	BROADBAND SUPPLIER TO PERFORM AN APPRAISAL OR INSPECTION OF THE
15	REAL PROPERTY WITHIN NINETY DAYS FOLLOWING ANY WRITTEN REQUEST
16	FOR AN APPRAISAL OR INSPECTION. IF AN INTEREST HOLDER FAILS TO MAKE
10	
17	SUCH ACCOMMODATIONS, THE ELECTRIC UTILITY OR COMMERCIAL
10	BROADBAND SUPPLIER HAS NO FURTHER LIABILITY TO THE INTEREST
17	HOLDER. THE ELECTRIC UTILITY OR COMMERCIAL BROADBAND SUPPLIER
20	SHALL PROMPTLY PROVIDE TO THE INTEREST HOLDER A COPY OF ANY
21	<u>APPRAISAL PERFORMED PURSUANT TO THIS SUBSECTION (3)(b).</u>
22	(c) ANY DAMAGES FOR ANY CLAIMS OR CAUSES OF ACTION TO
23	WHICH SUBSECTION (1)(a) OF THIS SECTION APPLIES:
24	(I) ARE LIMITED TO THOSE DAMAGES THAT EXISTED AT THE TIME
25	THAT THE ELECTRIC UTILITY OR COMMERCIAL BROADBAND SUPPLIER FIRST
26	EXERCISED THE RIGHTS OR PERFORMED THE ACTIONS; AND
27	(II) SHALL NOT BE DEEMED TO CONTINUE, ACCRUE, OR

1	ACCUMULATE.
2	(d) WITH REGARD TO A CLAIM OR CAUSE OF ACTION TO WHICH
3	SUBSECTION (1)(a) OF THIS SECTION APPLIES:
4	(I) Except for an electric utility's or commercial
5	BROADBAND SUPPLIER'S FAILURE TO COMPLY WITH SECTION 40-15-602(2),
6	NEGLIGENCE, OR WILLFUL MISCONDUCT, OR IN ACCORDANCE WITH THE
7	TERMS AND CONDITIONS OF A WRITTEN ELECTRIC EASEMENT AS THE TERMS
8	AND CONDITIONS APPLY IN ACCORDANCE WITH SECTION 40-15-602(4), AN
9	INTEREST HOLDER IS NOT ENTITLED TO REIMBURSEMENT FROM AN
10	ELECTRIC UTILITY OR COMMERCIAL BROADBAND SUPPLIER FOR THE COST
11	OF ANY APPRAISAL, ATTORNEY FEES, OR AWARD FOR SPECIAL,
12	CONSEQUENTIAL, INDIRECT, OR PUNITIVE DAMAGES.
13	(II) FOR PURPOSES OF THIS SUBSECTION (3)(d), ANY ACTION OR
14	FAILURE TO ACT BY AN ELECTRIC UTILITY OR COMMERCIAL BROADBAND
15	SUPPLIER IN FURTHERANCE OF THE ELECTRIC UTILITY'S OR COMMERCIAL
16	BROADBAND SUPPLIER'S EXERCISE OF RIGHTS SET FORTH IN SECTION
17	40-15-602 (1) SHALL NOT BE DEEMED NEGLIGENCE OR WILLFUL
18	MISCONDUCT.
19	(4) BY ACCEPTING A DAMAGE AWARD FOR ANY CLAIM OR CAUSE
20	OF ACTION TO WHICH SUBSECTION (1)(a) OF THIS SECTION APPLIES, AN
21	INTEREST HOLDER SHALL BE DEEMED TO HAVE GRANTED AN INCREASE IN
22	THE SCOPE OF THE ELECTRIC EASEMENT, EQUAL IN DURATION TO THE TERM
23	OF THE ELECTRIC EASEMENT AND SUBJECT TO SECTION 40-15-602 (4), TO
24	THE EXTENT OF THE INTEREST HOLDER'S RIGHTS IN THE REAL PROPERTY,
25	FOR ALL OF THE USES OF THE REAL PROPERTY AND ACTIONS SET FORTH IN
26	<u>SECTION 40-15-602 (1).</u>
27	40-15-604 Flectric utility obligations (1) ANELECTRICUTURY

27 <u>40-15-604. Electric utility obligations. (1) ANELECTRIC UTILITY</u>

1	THAT EXERCISES ANY RIGHTS UNDER SECTION 40-15-602 (1)(a) OR (1)(b)
2	FOR THE PROVISION OF COMMERCIAL BROADBAND SERVICE SHALL:
3	(a) Not discriminate among commercial broadband
4	SUPPLIERS, INCLUDING BROADBAND AFFILIATES, IN OFFERING OR
5	GRANTING RIGHTS TO INSTALL OR ATTACH ANY ATTACHED FACILITIES; OR
6	(b) CHARGE FEES THAT ARE NONDISCRIMINATORY AMONG
7	COMMERCIAL BROADBAND SUPPLIERS FOR A SUBSTANTIALLY SIMILAR
8	LEASE OR USE OF THE CAPACITY OF ATTACHED FACILITIES OWNED OR
9	CONTROLLED BY THE ELECTRIC UTILITY, BUT ONLY TO THE EXTENT AN
10	ELECTRIC UTILITY CHOOSES, IN ITS SOLE DISCRETION, TO OFFER THE LEASE
11	OR USE TO A PARTICULAR COMMERCIAL BROADBAND SUPPLIER.
12	(2) AN ELECTRIC UTILITY THAT HAS A BROADBAND AFFILIATE AND,
13	IF APPLICABLE, THE BROADBAND AFFILIATE SHALL:
14	(a) Charge just and reasonable attachment fees,
15	INCLUDING RECURRING FEES, THAT ARE RELATED TO THE COSTS
16	ASSOCIATED WITH SUCH ATTACHMENTS, SUCH AS A JUST AND REASONABLE
17	SHARE OF THE CARRYING COSTS OF THE PER POLE INVESTMENT, INCLUDING
18	ONGOING MAINTENANCE OF THE POLE BASED ON THE PORTION OF THE
19	USABLE SPACE ON THE POLE OCCUPIED BY THE ATTACHMENT;
20	(b) PROVIDE ALL COMMERCIAL BROADBAND SUPPLIERS ACCESS TO
21	ALL POLES AND SIMILAR SUPPORT STRUCTURES OWNED BY THE ELECTRIC
22	UTILITY OR BROADBAND AFFILIATE FOR THE PURPOSE OF ATTACHING
23	EQUIPMENT FOR THE PROVISION OF COMMERCIAL BROADBAND SERVICE.
24	Access provided in accordance with this subsection (2)(b) must
25	<u>BE PROVIDED:</u>
26	(I) ON A JUST, REASONABLE, AND NONDISCRIMINATORY BASIS; AND
27	(II) UNDER TERMS AND CONDITIONS THAT ARE NO LESS

1	FAVORABLE THAN THE TERMS AND CONDITIONS OFFERED TO BROADBAND
2	AFFILIATES, INCLUDING TERMS AND CONDITIONS REGARDING APPLICATION
3	REQUIREMENTS, TECHNICAL REQUIREMENTS, ELECTRIC LINEWORKER
4	HEALTH AND SAFETY REQUIREMENTS, ADMINISTRATIVE FEES, TIMELINES,
5	AND MAKE-READY REQUIREMENTS; AND
6	(c) Charge fees that are nondiscriminatory among
7	COMMERCIAL BROADBAND SUPPLIERS FOR A SUBSTANTIALLY SIMILAR
8	LEASE OR USE OF THE CAPACITY OF ATTACHED FACILITIES OWNED OR
9	CONTROLLED BY THE ELECTRIC UTILITY OR BROADBAND AFFILIATE AND
10	THAT ARE EQUAL TO OR LESS THAN THE FEES THAT THE ELECTRIC UTILITY
11	CHARGES TO ITS BROADBAND AFFILIATES, BUT ONLY TO THE EXTENT AN
12	ELECTRIC UTILITY OR BROADBAND AFFILIATE CHOOSES, IN ITS SOLE
13	DISCRETION, TO OFFER THE LEASE OR USE TO A PARTICULAR COMMERCIAL
14	BROADBAND SUPPLIER.
15	(3) SUBJECT TO THE REQUIREMENTS OF SUBSECTION (1) OF THIS
16	SECTION, NOTHING IN THIS SECTION REQUIRES AN ELECTRIC UTILITY TO
17	OFFER OR GRANT A RIGHT TO ACCESS OR USE AN ELECTRIC EASEMENT OR
18	TO USE ATTACHED FACILITIES OR ELECTRIC SERVICE INFRASTRUCTURE
19	OWNED OR CONTROLLED BY THE ELECTRIC UTILITY IN A MANNER THAT
20	WOULD, IN THE ELECTRIC UTILITY'S REASONABLE DISCRETION,
21	MATERIALLY INTERFERE WITH THE ELECTRIC UTILITY'S CONSTRUCTION,
22	MAINTENANCE, OR USE OF ANY ELECTRIC UTILITY INFRASTRUCTURE FOR
23	THE PROVISION OF ELECTRIC SERVICE.
24	(4) (a) AN ELECTRIC UTILITY WITH A BROADBAND AFFILIATE SHALL
25	NOT UNREASONABLY WITHHOLD AUTHORIZATION OR DELAY ITS DECISION
26	WHETHER TO PROVIDE AUTHORIZATION TO A COMMERCIAL BROADBAND
27	SUPPLIER TO INSTALL, MAINTAIN, OWN, OPERATE, OR USE THE

1	COMMERCIAL BROADBAND SUPPLIER'S ATTACHED FACILITIES ON ELECTRIC
2	SERVICE INFRASTRUCTURE OWNED OR CONTROLLED BY THE ELECTRIC
3	UTILITY. AN ELECTRIC UTILITY MAY ONLY WITHHOLD AUTHORIZATION
4	PURSUANT TO THIS SUBSECTION (4) IF THE REASON FOR WITHHOLDING
5	AUTHORIZATION IS THAT:
6	(I) THERE IS INSUFFICIENT CAPACITY FOR THE ATTACHED
7	FACILITIES; OR
8	(II) Concerns of safety or reliability or generally
9	APPLICABLE ENGINEERING PURPOSES WEIGH AGAINST GRANTING THE
10	AUTHORIZATION.
11	(b) AN ELECTRIC UTILITY THAT WITHHOLDS AUTHORIZATION
12	PURSUANT TO THIS SUBSECTION (4) SHALL PROMPTLY NOTIFY THE
13	COMMERCIAL BROADBAND SUPPLIER IN WRITING OF THE REASONS FOR
14	WITHHOLDING AUTHORIZATION.
15	(5) AN ELECTRIC UTILITY SHALL NOT DIRECTLY PROVIDE RETAIL
16	COMMERCIAL BROADBAND SERVICE BUT MAY CAUSE OR ALLOW A
17	BROADBAND AFFILIATE TO OFFER RETAIL COMMERCIAL BROADBAND
18	SERVICE. AS LONG AS AN ELECTRIC UTILITY MAINTAINS ITS EXCLUSIVE
19	RIGHT TO PROVIDE ELECTRIC SERVICE TO CUSTOMERS WITHIN ITS
20	EXCLUSIVE SERVICE TERRITORY, BOTH THE ELECTRIC UTILITY THAT HAS
21	A BROADBAND AFFILIATE AND THE BROADBAND AFFILIATE SHALL:
22	(a) MAINTAIN OR CAUSE TO BE MAINTAINED AN ACCOUNTING
23	SYSTEM FOR THE BROADBAND AFFILIATE SEPARATE FROM THE ELECTRIC
24	UTILITY'S ACCOUNTING SYSTEM, USING GENERALLY ACCEPTED
25	ACCOUNTING PRINCIPLES OR ANOTHER REASONABLE AND CUSTOMARY
26	ALLOCATION METHOD;
27	(b) Cause a financial audit to be performed by an

1	INDEPENDENT CERTIFIED PUBLIC ACCOUNTANT, WITHIN TWO YEARS AFTER
2	COMMENCEMENT OF COMMERCIAL OPERATION OF RETAIL COMMERCIAL
3	BROADBAND SERVICE AND AT LEAST ONCE EVERY TWO YEARS
4	THEREAFTER, WITH RESPECT TO THE BROADBAND AFFILIATE'S PROVISION
5	OF COMMERCIAL BROADBAND SERVICE, INCLUDING AN AUDIT OF THE
6	ALLOCATION OF COSTS FOR PROPERTY AND SERVICES THAT ARE USED IN
7	BOTH THE PROVISION OF COMMERCIAL BROADBAND SERVICE AND THE
8	ELECTRIC UTILITY'S PROVISION OF ELECTRIC SERVICE; AND
9	(c) (I) NOT CAUSE OR ALLOW THE ELECTRIC UTILITY TO USE ITS
10	EXCLUSIVE RIGHT TO PROVIDE ELECTRIC SERVICES WITHIN ITS EXCLUSIVE
11	TERRITORY TO CROSS-SUBSIDIZE THE BROADBAND AFFILIATE OR ITS
12	PROVISION OF COMMERCIAL BROADBAND SERVICE, WHETHER BY: BELOW
13	FAIR MARKET VALUE PRICING; PAYMENT OF CAPITAL OR OPERATING COSTS
14	PROPERLY CHARGED TO THE BROADBAND AFFILIATE UNDER APPLICABLE
15	ACCOUNTING RULES; OR USE OF ANY REVENUE FROM OR SUBSIDY FOR THE
16	PROVISION OF ELECTRIC SERVICE TO PROVIDE COMMERCIAL BROADBAND
17	SERVICE BELOW MARKET VALUE, EXCEPT IN CONNECTION WITH THE
18	ELECTRIC UTILITY'S PROVISION OF ELECTRICITY.
19	(II) NOTHING IN THIS SUBSECTION (5)(c) PROHIBITS AN ELECTRIC
20	UTILITY FROM:
21	(A) ENTERING INTO A TRANSACTION WITH A BROADBAND
22	AFFILIATE ON TERMS AND CONDITIONS SUBSTANTIALLY SIMILAR TO THOSE
23	THAT WOULD BE AGREED TO BETWEEN TWO SIMILARLY SITUATED PARTIES
24	IN AN ARM'S LENGTH COMMERCIAL TRANSACTION;
25	(B) LOANING FUNDS TO A BROADBAND AFFILIATE IF THE INTEREST
26	RATE ON THE LOAN IS NO LESS THAN THE ELECTRIC UTILITY'S LOWEST COST
27	OF CAPITAL;

1	(C) EXCHANGING SERVICES OR MATERIALS FOR OTHER SERVICES
2	OR MATERIALS OF EQUIVALENT VALUE;
3	(D) PROVIDING REDUCED-COST COMMERCIAL BROADBAND
4	SERVICE TO LOW-INCOME RETAIL CUSTOMERS; OR
5	(E) <u>CONDUCTING AND FUNDING DUE DILIGENCE</u> , OPERATIONAL
6	ANALYSIS, ENTITY SET-UP, AND ASSOCIATED NONCAPITAL EXPENDITURES
7	RELATING TO AND PRIOR TO THE ESTABLISHMENT OF A BROADBAND
8	AFFILIATE.
9	(6) UPON REQUEST OF A COMMERCIAL BROADBAND SUPPLIER, AN
10	ELECTRIC UTILITY AND ANY BROADBAND AFFILIATE SUBJECT TO THIS
11	SECTION SHALL CAUSE AN OFFICER OF THE ELECTRIC UTILITY AND AN
12	OFFICER OF THE BROADBAND AFFILIATE TO CERTIFY THAT THE ELECTRIC
13	UTILITY AND THE BROADBAND AFFILIATE, RESPECTIVELY, ARE IN
14	COMPLIANCE WITH THIS SECTION. IF A DISPUTE ARISES BETWEEN AN
15	ELECTRIC UTILITY OR ITS BROADBAND AFFILIATE AND AN UNAFFILIATED
16	COMMERCIAL BROADBAND SUPPLIER:
17	(a) REGARDING MATTERS ADDRESSED IN THIS PART 6, THE PARTIES
18	TO THE DISPUTE HAVE STANDING TO FILE A CLAIM OR CAUSE OF ACTION IN
19	ANY COURT OF COMPETENT JURISDICTION IN THE STATE; AND
20	(b) The following are discoverable and admissible as
21	EVIDENCE IN COURT REGARDING THE ELECTRIC UTILITY'S AND ITS
22	BROADBAND AFFILIATE'S COMPLIANCE WITH THIS SECTION:
23	(I) ANY CERTIFICATION REQUESTED AND PRODUCED PURSUANT TO
24	<u>THIS SUBSECTION (6);</u>
25	(II) The terms and conditions applied to the electric
26	UTILITY'S OR BROADBAND AFFILIATE'S OFFER TO OR GRANT OF A RIGHT TO
27	THE UNAFFILIATED COMMERCIAL BROADBAND SUPPLIER TO INSTALL,

1	MAINTAIN, OWN, OPERATE, OR USE ATTACHED FACILITIES; AND
2	(III) ANY AUDIT REQUIRED TO BE PERFORMED PURSUANT TO
3	SUBSECTION (5) OF THIS SECTION.
4	(7) NOTWITHSTANDING ANY PROVISION OF THIS PART 6 TO THE
5	CONTRARY, AN ELECTRIC UTILITY THAT IS SUBJECT TO REGULATION UNDER
6	47 U.S.C. SEC. 224, AS AMENDED, AND THE FCC REGULATIONS
7	PROMULGATED PURSUANT TO THAT FEDERAL LAW, IS NOT SUBJECT TO THIS
8	<u>SECTION.</u>
9	(8) NOTHING IN THIS PART 6:
10	(a) SUBJECTS AN ELECTRIC UTILITY TO REGULATION BY THE FCC;
11	(b) CONSTITUTES AN EXERCISE OF, OR AN OBLIGATION OR
12	INTENTION TO EXERCISE, THE RIGHT OF THE STATE UNDER 47 U.S.C. SEC.
13	224 (c) TO REGULATE THE RATES, TERMS, AND CONDITIONS FOR POLE
14	ATTACHMENTS, AS DEFINED IN 47 U.S.C. SEC. 224 (a)(4); OR
15	(c) CONSTITUTES A CERTIFICATION, OR AN OBLIGATION OR
16	INTENTION TO CERTIFY, TO THE FCC UNDER 47 U.S.C. SEC. 224.
17	SECTION 2. In Colorado Revised Statutes, amend 38-4-103 as
18	<u>follows:</u>
19	38-4-103. Electric power companies. (1) Any foreign or
20	domestic corporation organized or chartered for the purpose, among other
21	things, of conducting and maintaining electric power transmission lines
22	for providing power or light by means of electricity for hire shall have
23	HAS a right-of-way for the construction, operation, and maintenance of
24	such electric power transmission lines through any patented or unpatented
25	mine or mining claim or other land without the consent of the owner
26	thereof of the patented or unpatented mine or mining claim or
27	OTHER LAND, if such THE right-of-way is necessary for the purposes

1 proposed.

2	(2) AN ELECTRIC UTILITY, AS DEFINED IN SECTION 40-15-601 (6),
3	EXERCISING ITS RIGHTS UNDER SUBSECTION (1) OF THIS SECTION MAY, IN
4	ACCORDANCE WITH PART 6 OF ARTICLE 15 OF TITLE 40:
5	(a) INSTALL OR ALLOW THE INSTALLATION OF ANY ATTACHED
6	FACILITY, AS THAT TERM IS DEFINED IN SECTION 40-15-601 (1); AND
7	(b) EXERCISE ANY RIGHTS AVAILABLE TO THE ELECTRIC UTILITY
8	<u>UNDER PART 6 OF ARTICLE 15 OF TITLE 40 IN CONNECTION WITH THE</u>
9	INSTALLATION.
10	SECTION 3. In Colorado Revised Statutes, amend 38-5-103 as
11	<u>follows:</u>
12	38-5-103. Power of companies to contract. (1) Such electric
13	light power, gas, or pipeline company, or such city, or town, OR OTHER
14	LOCAL GOVERNMENT shall have power to contract with any person or
15	corporation, the owner of any lands or any franchise, easement, or interest
16	therein over or under which the line of electric light wire power or
17	pipeline is proposed to be laid or created for the right-of-way for the
18	construction, maintenance, and operation of its electric light wires, pipes,
19	poles, regulator stations, substations, or other property and for the
20	erection, maintenance, occupation, and operation of offices at suitable
21	distances for the public accommodation.
22	(2) AN ELECTRIC UTILITY, AS DEFINED IN SECTION 40-15-601 (6),
23	EXERCISING ITS RIGHTS UNDER SUBSECTION (1) OF THIS SECTION MAY, IN
24	ACCORDANCE WITH PART 6 OF ARTICLE 15 OF TITLE 40, INSTALL OR ALLOW
25	THE INSTALLATION OF ANY ATTACHED FACILITY FOR COMMERCIAL
26	BROADBAND SERVICE, AS THOSE TERMS ARE DEFINED IN SECTION
27	<u>40-15-601 (1) AND (3), RESPECTIVELY.</u>

1	SECTION 4. Act subject to petition - effective date. This act
2	takes effect at 12:01 a.m. on the day following the expiration of the
3	ninety-day period after final adjournment of the general assembly (August
4	2, 2019, if adjournment sine die is on May 3, 2019); except that, if a
5	referendum petition is filed pursuant to section 1 (3) of article V of the
6	state constitution against this act or an item, section, or part of this act
7	within such period, then the act, item, section, or part will not take effect
8	unless approved by the people at the general election to be held in
9	November 2020 and, in such case, will take effect on the date of the
10	official declaration of the vote thereon by the governor.



AGENDA ITEM:5MEETING DATE:5/8/2019SUBMITTED BY:Brieana Reed-HarmelSTAFF TITLE:Municipal Fiber Manager

ITEM TITLE:

Intergovernmental Agreement (IGA) with Fort Collins for Transport

DESCRIPTION:

This item provides part of the framework for regional collaboration with the City of Fort Collins and the Town of Estes Park on transport and upstream connectivity.

SUMMARY:

A key component of the business plan and the direction provided by the Loveland Communications Advisory Board and by City Council was to look for ways to partner with our regional neighbors and take advantage of economies of scale. City staff have been following through with this direction and are negotiating a mutually beneficial agreement with the communities of Fort Collins and Estes Park to share transport and upstream connectivity infrastructure and costs. This IGA will begin to establish the framework for sharing this critical piece of infrastructure for the first several years of deployment. Due to the time constraints and different timing for initial provision of broadband services in Fort Collins and Estes Park, the IGA is not a three party agreement, but rather two separate agreements—one between Estes Park and Fort Collins, another between Loveland and Fort Collins.

The three communities intend to split costs for transport and upstream connectivity equally for the first year. Subsequent years of the IGA will be spilt proportionately based on the ratio of subscribers in each community. Loveland, Fort Collins and Estes Park intend to refine the IGA overtime as the three communities have more experience working collaboratively and understanding the needs and terms of the partnership.

RECOMMENDATION:

Recommendation to the City Manager to complete negotiation and execute the IGA with Fort Collins for Shared Access to Broadband Transport and Access Facilities.



AGENDA ITEM: 6 MEETING DATE: 5/8/2019 SUBMITTED BY: Joe Bernosky STAFF TITLE: Director

ITEM TITLE:

Commission & Council Report

SUMMARY:

Discuss events that the Loveland Communications Advisory Board Liaisons attended, special topics and any City Council items related to the Broadband Project from the past month.

• City Council Report – Verbal

RECOMMENDATION:

Commission/Council report only.

LET'S BROADBAND

AGENDA ITEM: 7 MEETING DATE: 5/8/2019 SUBMITTED BY: Joe Bernosky STAFF TITLE: Director

ITEM TITLE:

Director's Report

SUMMARY:

Discuss events that the Director attended, special topics and items directly related to the Broadband Project from the past month.

• Director's Report - Verbal

RECOMMENDATION:

Director's report only.