First Regular Session Seventy-third General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 21-0412.01 Jennifer Berman x3286

HOUSE BILL 21-1109

HOUSE SPONSORSHIP

Titone and Soper,

SENATE SPONSORSHIP

(None),

House Committees

Senate Committees

Transportation & Local Government Finance

	A BILL FOR AN ACT						
101	CONCERNING THE BROADBAND DEPLOYMENT BOARD, AND, IN						
102	CONNECTION THEREWITH, MODIFYING THE COMPOSITION OF						
103	THE BOARD, REQUIRING THE BOARD TO DEVELOP A REQUEST						
104	FOR PROPOSAL PROCESS FOR DEPLOYING BROADBAND INTO						
105	CRITICALLY UNSERVED AREAS IN THE STATE, AND REQUIRING						
106	THE BOARD TO GIVE ADDITIONAL CONSIDERATION TO PROPOSED						
107	PROJECTS THAT WOULD INCLUDE DISCOUNTED SERVICE FOR						
108	LOW-INCOME HOUSEHOLDS.						

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.)

Sections 1 and 3 of the bill exempt certain mapping data submitted to the office of information technology (office) from public disclosure under the "Colorado Open Records Act".

Section 2 adds a definition of "critically unserved", which means a household or area that lies outside municipal boundaries and lacks access to at least one provider of nonsatellite broadband service delivered at measurable speeds of at least 10 megabits per second downstream and one megabit per second upstream, and a definition of "office of information technology".

Section 3 reduces the membership of the broadband deployment board (board) in the department of regulatory agencies from 16 members to 11 members.

The board is required to develop a request for proposal process through which the board will solicit bids for proposed projects to serve areas of the state that the office has determined lack access to broadband service at measurable speeds of at least 10 megabits per second downstream and one megabit per second upstream. The board is required to reserve at least 75% of the money from the high cost support mechanism that is allocated for broadband deployment to award grants to proposed projects solicited through the request for proposal process.

Section 3 also directs the board to:

- Require an applicant or appellant to submit a speed test performed on an incumbent provider's network and conducted in accordance with industry-standard speed-test protocols;
- Give additional consideration to proposed projects that would give discounted service for low-income households;
- Contractually require an applicant receiving a grant award to:
 - Report annually on the number of homes and businesses served by the grant-supported broadband network, the number of homes and businesses expected to be served in the following year, and the speeds, rates, and services offered to customers through the grant-supported broadband network; and
 - Provide third-party certification, after the grant money has been fully expended, that the project meets the original design of, and provides the measurable speeds, rates, and services set forth in, the application.
- Require an applicant or appellant to submit to the office, in a form and manner determined by the office, certain

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granular mapping data.

Section 4 repeals the current board composition requirements on August 31, 2021.

1	Be it enacted by the General Assembly of the State of Colorado:					
2	SECTION 1. In Colorado Revised Statutes, 24-72-202, add					
3	(6)(b)(XV) as follows:					
4	24-72-202. Definitions. As used in this part 2, unless the context					
5	otherwise requires:					
6	(6)(b) "Public records" does not include:					
7	(XV) GRANULAR COVERAGE DATA, AS DEFINED IN AND SUBMITTED					
8	TO THE OFFICE OF INFORMATION TECHNOLOGY PURSUANT TO SECTION					
9	40-15-509.5 (8)(1).					
10	SECTION 2. In Colorado Revised Statutes, 40-15-102, amend					
11	(17.5); and add (5.7) and (19.7) as follows:					
12	40-15-102. Definitions. As used in this article 15, unless the					
13	context otherwise requires:					
14	(5.7) "CRITICALLY UNSERVED", WHEN USED TO DESCRIBE A					
15	HOUSEHOLD OR AREA, MEANS A HOUSEHOLD OR AREA THAT LACKS ACCESS					
16	TO AT LEAST ONE NONSATELLITE PROVIDER OF BROADBAND SERVICE					
17	DELIVERED AT MEASURABLE SPEEDS OF EITHER AT LEAST TEN MEGABITS					
18	PER SECOND DOWNSTREAM AND ONE MEGABIT PER SECOND UPSTREAM OR					
19	AT MEASURABLE SPEEDS AT LEAST EQUAL TO ONE-HALF OF THE MINIMUM					
20	MEASURABLE SPEEDS THAT QUALIFY AS BROADBAND UNDER THE FCC					
21	DEFINITION AND ROUNDED UP TO THE NEAREST WHOLE NUMBER,					
22	WHICHEVER IS FASTER.					
23	(17.5) (a) "Local entity" means elected members of a county or					
24	municipal government OR THE ELECTED MEMBERS OF A METROPOLITAN					

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1	DISTRICT THAT LIES WHOLLY WITHIN THE UNINCORPORATED PART OF A						
2	COUNTY.						
3	(b) For purposes of this subsection (17.5):						
4	(I) "METROPOLITAN DISTRICT" HAS THE MEANING SET FORTH IN						
5	SECTION 32-1-103 (10); AND						
6	(II) "Municipal government" means a home rule or statutory city,						
7	town, or city and county or a territorial charter city.						
8	(19.7) "Office of information technology" or "office"						
9	MEANS THE OFFICE OF INFORMATION TECHNOLOGY CREATED IN SECTION						
10	24-37.5-103.						
11	SECTION 3. In Colorado Revised Statutes, 40-15-509.5, amend						
12	(5)(b), (8)(a)(II)(B), (8)(d)(II), (8)(e)(IV), (8)(e)(V), (8)(k)(III), and						
13	(10.5); repeal (10.6); and add (5)(c.5), (5)(f)(II)(C), (5)(f)(III), (5)(h),						
14	(8)(a)(V), (8)(a)(VI), (8)(a)(VII), (8)(e)(VI), (8)(k)(V), (8)(k)(VI), and						
15	(8)(l) as follows:						
16	40-15-509.5. Broadband service - report - broadband						
17	deployment board - broadband administrative fund - creation -						
18	definitions - repeal. (5) (b) (I) (A) The board consists of sixteen						
19	members, fifteen of whom are voting members. The members of the						
20	board shall be selected on the basis of their knowledge of and interest in						
21	broadband service and shall serve for four-year terms. A member of the						
22	board shall not serve more than two consecutive full four-year terms.						
23	(B) This subsection $(5)(b)(I)$ is repealed, effective						
24	SEPTEMBER 1, 2021.						
25	(II) (A) COMMENCING ON SEPTEMBER 1, 2021, THE BOARD						
26	CONSISTS OF ELEVEN VOTING MEMBERS. THE MEMBERS OF THE BOARD						
2.7	SHALL BE SELECTED ON THE BASIS OF THEIR KNOWLEDGE OF AND INTEREST.						

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1	IN BROADBAND SERVICE AND SHALL SERVE FOR FOUR-YEAR TERMS. A						
2	MEMBER OF THE BOARD SHALL NOT SERVE MORE THAN TWO CONSECUTIVE						
3	FULL FOUR-YEAR TERMS; EXCEPT THAT THE LIMIT ON TERMS OF OFFICI						
4	DOES NOT APPLY TO THE BOARD MEMBER REPRESENTING THE OFFICE OF						
5	INFORMATION TECHNOLOGY.						
6	(B) AN APPOINTING AUTHORITY MAY APPOINT A BOARD MEMBER						
7	SEATED ON THE BOARD ON AUGUST 31, 2021, TO CONTINUE SERVING THE						
8	BOARD ON AND AFTER SEPTEMBER 1, 2021, FOR THE REMAINDER OF THE						
9	Board member's existing term as of August 31, 2021, if the board						
10	MEMBER MEETS THE BOARD MEMBERSHIP CRITERIA SET FORTH IN						
11	SUBSECTION (5)(c.5) OF THIS SECTION AND THE BOARD MEMBER'S						
12	CONTINUED MEMBERSHIP ON THE BOARD DOES NOT ENLARGE THE						
13	MEMBERSHIP OF THE BOARD AUTHORIZED UNDER SUBSECTION						
14	(5)(b)(II)(A) of this section. If otherwise eligible for						
15	REAPPOINTMENT, THE BOARD MEMBER MAY BE APPOINTED FOR AN						
16	ADDITIONAL TERM AFTER SEPTEMBER 1, 2021. THIS SUBSECTION						
17	(5)(b)(II)(B) IS REPEALED, EFFECTIVE SEPTEMBER 1, 2025.						
18	(c.5) Commencing on September 1, 2021, no more than five						
19	VOTING MEMBERS OF ANY ONE MAJOR POLITICAL PARTY MAY SERVE ON						
20	THE BOARD AT THE SAME TIME. MEMBERS OF THE BOARD ARE ENTITLED						
21	TO SEVENTY-FIVE DOLLARS PER DIEM FOR ATTENDANCE AT OFFICIAL						
22	MEETINGS PLUS ACTUAL AND NECESSARY EXPENSES INCURRED IN THE						
23	CONDUCT OF OFFICIAL BUSINESS. MEMBERS OF THE BOARD SHALL BE						
24	APPOINTED AS FOLLOWS:						
25	(I) ONE VOTING MEMBER FROM THE OFFICE OF INFORMATION						
26	TECHNOLOGY APPOINTED BY THE GOVERNOR;						
27	(II) THREE VOTING MEMBERS REPRESENTING LOCAL ENTITIES:						

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1	(A) ONE OF WHOM IS A COUNTY COMMISSIONER FROM THE					
2	EASTERN PLAINS OF THE STATE, APPOINTED BY THE PRESIDENT OF THE					
3	SENATE;					
4	(B) ONE OF WHOM IS A COUNTY COMMISSIONER FROM THE					
5	WESTERN SLOPE OF THE STATE, APPOINTED BY THE SPEAKER OF THE HOUSE					
6	OF REPRESENTATIVES; AND					
7	(C) ONE OF WHOM IS A MAYOR OR CITY COUNCILPERSON,					
8	APPOINTED BY THE GOVERNOR;					
9	(III) FIVE VOTING MEMBERS REPRESENTING THE BROADBAND					
10	INDUSTRY:					
11	(A) ONE OF WHOM REPRESENTS A WIRELESS PROVIDER, APPOINTED					
12	BY THE PRESIDENT OF THE SENATE;					
13	(B) ONE OF WHOM REPRESENTS A WIRELINE PROVIDER, APPOINTED					
14	BY THE SPEAKER OF THE HOUSE OF REPRESENTATIVES;					
15	(C) ONE OF WHOM REPRESENTS A BROADBAND SATELLITE					
16	PROVIDER, APPOINTED BY THE MINORITY LEADER OF THE HOUSE OF					
17	REPRESENTATIVES;					
18	(D) ONE OF WHOM REPRESENTS A CABLE PROVIDER, APPOINTED BY					
19	THE MINORITY LEADER OF THE SENATE; AND					
20	(E) One of whom represents a rural wireline provider,					
21	APPOINTED BY THE MINORITY LEADER OF THE SENATE; AND					
22	(IV) TWO VOTING MEMBERS OF THE PUBLIC:					
23	(A) ONE OF WHOM RESIDES IN AN UNSERVED AREA OF THE					
24	WESTERN SLOPE OF THE STATE, APPOINTED BY THE GOVERNOR; AND					
25	(B) ONE OF WHOM RESIDES IN AN UNSERVED AREA OF THE					
26	EASTERN PLAINS OF THE STATE, APPOINTED BY THE MINORITY LEADER OF					
27	THE HOUSE OF REPRESENTATIVES.					

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1	(f) (II) (C) This subsection $(5)(f)(II)$ is repealed, effective
2	SEPTEMBER 1, 2021.
3	(III) (A) COMMENCING ON SEPTEMBER 1, 2021, A BOARD MEMBER
4	APPOINTED PURSUANT TO SUBSECTION (5)(c.5)(I), (5)(c.5)(II), OR
5	(5)(c.5)(IV) of this section is not deemed to have a conflict of
6	INTEREST MERELY BY VIRTUE OF RESIDING IN OR REPRESENTING AN
7	UNSERVED AREA, A CRITICALLY UNSERVED AREA, OR AN AREA THAT IS THE
8	SUBJECT OF AN APPLICATION BEFORE THE BOARD.
9	(B) Commencing on September 1, 2021, a board member
10	APPOINTED PURSUANT TO SUBSECTION (5)(c.5)(III) OF THIS SECTION IS
11	DEEMED TO HAVE A CONFLICT OF INTEREST WITH RESPECT TO AN
12	APPLICATION FILED BY AN ENTITY THAT THE BOARD MEMBER REPRESENTS;
13	HOWEVER, IF SUCH APPLICATION IS FILED, THE BOARD MEMBER MAY STILL
14	PARTICIPATE IN DISCUSSIONS ABOUT OTHER APPLICATIONS BEFORE THE
15	BOARD BUT SHALL NOT VOTE ON THOSE OTHER APPLICATIONS.
16	(h) COMMENCING ON SEPTEMBER 1, 2021, SIX MEMBERS OF THE
17	BOARD CONSTITUTE A QUORUM OF THE BOARD.
18	(8) The board shall direct the commission to transfer money, in a
19	manner consistent with this section, from the account for broadband
20	deployment established in the HCSM to approved grant applicants. The
21	board shall develop criteria for awarding money for new projects to
22	deploy broadband in unserved areas, including:
23	(a) (II) To prove that the area to be served is an unserved area, the
24	applicant:
25	(B) May submit to the board EITHER the written certification of a
26	local entity as described in subsection (8)(a)(III) of this section OR A
27	SPEED TEST PERFORMED IN ACCORDANCE WITH SUBSECTION (8)(a)(VII) OF

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1	THIS SECTION.
2	(V) (A) THE BOARD SHALL DEVELOP A REQUEST FOR PROPOSAL
3	PROCESS UNDER WHICH, FOR EACH CALENDAR YEAR, THE BOARD RESERVES
4	UP TO SIXTY PERCENT OF THE HCSM MONEY ALLOCATED FOR BROADBAND
5	DEPLOYMENT TO AWARD GRANTS TO PROPOSED PROJECTS THAT SERVE
6	CRITICALLY UNSERVED AREAS IDENTIFIED BY THE OFFICE OF INFORMATION
7	TECHNOLOGY, INCLUDING ANY CRITICALLY UNSERVED AREAS WITHIN THE
8	BOUNDARIES OF AN INDIAN RESERVATION LOCATED WITHIN THE STATE.
9	(B) ALL APPLICATION AND APPEAL PROCESSES AND CRITERIA SET
10	FORTH IN THIS SUBSECTION (8) APPLY TO THE REQUEST FOR PROPOSAL
11	PROCESS; EXCEPT THAT THE REQUIREMENT TO PROVE THAT AN AREA TO BE
12	SERVED BY A PROPOSED PROJECT IS AN UNSERVED AREA AS SET FORTH IN
13	SUBSECTION $(8)(a)(I)$ OF THIS SECTION DOES NOT APPLY AND SUBSECTIONS
14	(8)(a)(II), (8)(a)(III), (8)(b), AND(8)(c.5) OF THIS SECTION DO NOT APPLY.
15	SUBSECTION (8)(d)(II) OF THIS SECTION ONLY APPLIES TO THE REQUEST
16	FOR PROPOSAL PROCESS IN THE LIMITED MANNER INDICATED IN THAT
17	SUBSECTION.
18	(C) THE BOARD, IN IMPLEMENTING THE REQUEST FOR PROPOSAL
19	PROCESS, NEED NOT COMPLY WITH THE "PROCUREMENT CODE", ARTICLES
20	101 to 112 of title 24.
21	(D) This subsection $(8)(a)(V)$ is repealed, effective January
22	1, 2025.
23	(VI) (A) On or before November 1, 2021, the office of
24	INFORMATION TECHNOLOGY SHALL DEVELOP AND SUBMIT TO THE BOARD
25	ONE OR MORE MAPS IDENTIFYING THE CRITICALLY UNSERVED AREAS IN
26	THE STATE. THE BOARD SHALL UTILIZE THE MAPS SUBMITTED WHEN
27	REVIEWING ANY APPLICATION OR APPEAL PURSUANT TO THIS SECTION.

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1	(B) WITH REGARD TO THE REQUEST FOR PROPOSAL PROCESS SET
2	FORTH IN SUBSECTION (8)(a)(V) OF THIS SECTION, BASED ON THE MAPS
3	SUBMITTED, THE BOARD SHALL CHOOSE CRITICALLY UNSERVED AREAS FOR
4	WHICH THE BOARD SHALL SOLICIT PROPOSED PROJECT BIDS TO SERVE
5	THOSE AREAS. IN CHOOSING THE CRITICALLY UNSERVED AREAS FOR WHICH
6	THE BOARD WILL SOLICIT PROPOSED PROJECT BIDS, THE BOARD SHALL
7	STRIVE TO ENSURE GEOGRAPHIC DIVERSITY AMONG THE AREAS CHOSEN.
8	
9	(VII) IF AN APPLICANT FILING AN APPLICATION OR AN APPELLANT
10	FILING AN APPEAL PURSUANT TO SUBSECTION $(8)(j)(III)$ of this section
11	SUBMITS, AS PART OF THE APPLICATION OR APPEAL, A SPEED TEST
12	PERFORMED ON AN INCUMBENT PROVIDER'S NETWORK, THE SPEED TEST
13	SHALL BE PERFORMED IN ACCORDANCE WITH INDUSTRY-STANDARD
14	SPEED-TEST PROTOCOLS AS IDENTIFIED BY THE FCC.
15	(d) Ensuring that a proposed project includes:
16	(II) Independent funding secured for at least twenty-five percent
17	of the total cost of the proposed project; EXCEPT THAT THE BOARD MAY
18	AUTHORIZE A PROPOSED PROJECT AWARDED GRANT MONEY PURSUANT TO
19	SUBSECTION (8)(a)(V) OF THIS SECTION TO SECURE A LESSER AMOUNT OF
20	INDEPENDENT FUNDING IF THE PROPOSED PROJECT MEETS THE CRITERIA
21	SET FORTH IN THIS SUBSECTION (8) AND THE AMOUNT OF INDEPENDENT
22	FUNDING SECURED IS THE HIGHEST AMOUNT OF INDEPENDENT FUNDING
23	PROPOSED AMONG MULTIPLE PROPOSALS TO SERVE THE AREA TO BE
24	SERVED BY THE PROPOSED PROJECT; and
25	(e) Providing additional consideration for proposed projects that
26	include at least some of the following factors:
27	(IV) Proposed projects for which the applicant has an established

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1	record of operation in the area of the grant application; and						
2	(V) Proposed projects providing last-mile broadband service,						
3	which is defined as the portion of broadband service that delivers are						
4	internet connection to an end user that lacks access to broadband service						
5	at measurable speeds greater than fifty-six kilobits per second; AND						
6	(VI) PROPOSED PROJECTS THAT PROVIDE DISCOUNTED BROADBAND						
7	SERVICE TO LOW-INCOME HOUSEHOLDS.						
8	(k) Establishing reporting and accountability requirements for a						
9	project receiving financial support from the fund, including contractual						
10	requirements that:						
11	(III) The applicant demonstrate an ability to complete the						
12	proposed project within a reasonable time, not to exceed two years, unless						
13	delayed by a government entity; and						
14	(V) THE APPLICANT, ON AN ANNUAL BASIS UNTIL THE GRANT						
15	MONEY HAS BEEN FULLY EXPENDED, REPORT TO THE BOARD ON THE						
16	FOLLOWING:						
17	(A) THE NUMBER OF HOMES AND BUSINESSES THAT THE						
18	APPLICANT'S GRANT-SUPPORTED BROADBAND NETWORK SERVES;						
19	(B) THE NUMBER OF ADDITIONAL HOMES AND BUSINESSES THAT						
20	THE APPLICANT EXPECTS TO SERVE THROUGH THE GRANT-SUPPORTED						
21	BROADBAND NETWORK WITHIN THE FOLLOWING YEAR; AND						
22	(C) THE SPEED TIERS, ADVERTISED RATES, AND SERVICES THAT						
23	THE APPLICANT OFFERS TO CUSTOMERS THROUGH THE GRANT-SUPPORTED						
24	BROADBAND NETWORK, INCLUDING SPEED TIERS, RATES, AND OTHER						
25	SERVICES THAT THE APPLICANT OFFERS TO LOW-INCOME HOUSEHOLDS;						
26	AND						
27	(VI) THE APPLICANT, AFTER THE GRANT MONEY HAS BEEN FULLY						

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1	EXPENDED, PROVIDE THIRD-PARTY PERFORMANCE-TESTING							
2	CERTIFICATION, BASED ON FCC-APPROVED PERFORMANCE-TESTING							
3	PROTOCOLS, THAT THE PROJECT MEETS THE ORIGINAL DESIGN OF, AND							
4	PROVIDES THE MEASURABLE SPEEDS, RATES, AND SERVICES SET FORTH IN							
5	THE APPLICATION.							
6	(1) (I) COMMENCING IN THE GRANT FUNDING CYCLE THAT BEGIN							
7	IMMEDIATELY AFTER THE EFFECTIVE DATE OF THIS SUBSECTION (8)(
8	REQUIRING AN APPLICANT, OR AN APPELLANT FILING AN APPEAL PURSUANT							
9	TO SUBSECTION $(8)(j)(III)$ of this section, to submit, in the form and							
10	MANNER DETERMINED BY THE OFFICE OF INFORMATION TECHNOLOGY OR,							
11	IF THE FCC ADOPTS REGULATIONS REQUIRING THE SUBMISSION OF							
12	GRANULAR COVERAGE DATA, IN THE FORM AND MANNER REQUIRED BY THE							
13	FCC, GRANULAR COVERAGE DATA TO THE OFFICE OF INFORMATION							
14	TECHNOLOGY. UPON REQUEST OF THE BOARD, THE OFFICE SHALL INFORM							
15	THE BOARD IF AN APPLICANT HAS SUBMITTED THE GRANULAR COVERAGE							
16	DATA IN ACCORDANCE WITH THIS SUBSECTION (8)(1).							
17	(II) GRANULAR COVERAGE DATA SUBMITTED PURSUANT TO THIS							
18	SUBSECTION (8)(1) IS NOT A PUBLIC RECORD AS DEFINED IN, AND IS NOT							
19	SUBJECT TO PUBLIC DISCLOSURE UNDER, THE "COLORADO OPEN RECORDS							
20	ACT", PART 2 OF ARTICLE 72 OF TITLE 24.							
21	(III) AS USED IN THIS SUBSECTION (8)(1), "GRANULAR COVERAGE							
22	DATA" MEANS MAPPING DATA PRESENTED IN THE FORM OF A COVERAGE							
23	POLYGON OR LOCATION COORDINATES THAT REFLECTS:							
24	(A) THE MAXIMUM DOWNLOAD AND UPLOAD SPEEDS AVAILABLE							
25	IN EACH AREA;							
26	(B) THE TECHNOLOGY USED TO PROVIDE THE SERVICE; AND							
27	(C) A DIFFERENTIATION AMONG RESIDENTIAL-ONLY,							

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1	BUSINESS-ONLY, AND RESIDENTIAL-AND-BUSINESS BROADBAND SERVICES.							
2	(10.5)(a) The board may apply for OR OTHERWISE RECEIVE federal							
3	funding of broadband deployment projects and programs. IF THE BOARD							
4	RECEIVES ANY FEDERAL FUNDING, THE BOARD SHALL UTILIZE THE							
5	REQUEST FOR PROPOSAL PROCESS ESTABLISHED UNDER SUBSECTION							
6	(8)(a)(V) of this section to distribute the federal funds as soon							
7	AS PRACTICABLE, SO LONG AS SUCH PROCESS COMPLIES WITH FEDERAL							
8	REQUIREMENTS FOR USE OF THE FUNDS.							
9	(b) The HCSM third-party contractor shall maintain any federal							
10	money awarded for broadband deployment in a separate account of the							
11	HCSM that is dedicated to allocating federal broadband deployment							
12	money. The commission is authorized to disburse any money from the							
13	account as directed by the board.							
14	(b) (I) Following the model of New York's petition for expedited							
15	waiver, the board shall immediately petition the FCC for a waiver from							
16	the auction rules that prohibit a state entity from applying for connect							
17	America fund phase II auction money to allow the board itself to allocate							
18	auction money for broadband deployment projects approved by the board.							
19	(II) After submitting the petition to the FCC, the board may:							
20	(A) File any additional documentation that the FCC requires of the							
21	board in considering the board's petition; and							
22	(B) Coordinate with the FCC to develop any conditions that the							
23	FCC might require to grant the petition.							
24	(III) If the FCC grants the board's petition and awards the board							
25	auction money:							
26	(A) The HCSM third-party contractor shall maintain any federal							
27	money awarded from the auction in the separate account of the HCSM							

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- (B) The commission is authorized to disburse the federal money in that account for broadband deployment grants as directed by the board.
- (IV) The board may coordinate with the FCC to comply with any conditions established by the FCC in granting the petition. If any such FCC conditions impose project eligibility, application process, award criteria, or other requirements that are distinct from the requirements set forth in this section or established by the board pursuant to this section, the commission may, by rule and in consultation with the board, establish requirements that comply with the FCC's conditions; except that any requirements established by the commission by rule pursuant to this subsection (10.5)(b) must apply only to broadband deployment projects that are eligible to receive auction money.
 - (c) As used in this subsection (10.5):
 - (I) "Auction rules" refers to the FCC's rules in 47 CFR 54.309 to 54.316, which rules concern the implementation of the connect America fund phase II auction.
 - (II) "Connect America fund phase II auction" or "auction" refers to a ten-year auction of federal money through which the FCC will allocate money, by means of a competitive bidding process, to telecommunications providers who commit to providing voice and broadband service in high-cost areas of the nation in accordance with the FCC's auction rules.
 - (III) "New York's petition for expedited waiver" refers to a petition that the state of New York filed with the FCC seeking a waiver from the FCC's auction rules with regard to the rules' limitation prohibiting state entities from applying for federal money through the

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1	auction. The PCC granted the warver request on January 20, 2017, thus
2	authorizing the state of New York to directly receive and allocate auction
3	money to broadband projects within the state.
4	(10.6) (a) (I) Following the model of New York's petition for
5	expedited waiver, the board, on or before January 1, 2019, shall petition
6	the FCC for a waiver from the FCC's rules concerning the remote areas
7	fund to seek FCC authorization for the board to itself allocate remote
8	areas fund money for broadband deployment projects in Colorado.
9	(II) After submitting the petition to the FCC, the board may:
10	(A) File any additional documentation that the FCC requires of the
11	board in considering the board's petition; and
12	(B) Coordinate with the FCC to develop any conditions that the
13	FCC might require to grant the petition.
14	(b) If the FCC denies the board's petition, the board shall not file
15	a new petition or otherwise subsequently apply for money from the
16	remote areas fund.
17	(c) If the FCC grants the board's petition:
18	(I) The HCSM third-party contractor shall maintain any federal
19	money awarded through the remote areas fund in a separate account of
20	the HCSM that is dedicated to allocating the federal money in compliance
21	with any conditions established by the FCC in granting the petition;
22	(II) The commission is authorized to disburse the federal money
23	in that account for broadband deployment grants as authorized by the
24	board and in compliance with any conditions established by the FCC in
25	granting the petition; and
26	(III) The board is authorized to coordinate with the FCC to
27	comply with any conditions established by the FCC in granting the

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petition. If any such FCC conditions impose project engionity,		
application process, award criteria, or other requirements that are distinct		
from the requirements set forth in this section or established by the board		
pursuant to this section, the commission may, by rule and in consultation		
with the board, establish requirements that comply with the FCC's		
conditions; except that any requirements established by the commission		
by rule pursuant to this subsection (10.6) must apply only to broadband		
deployment projects that are eligible to receive the federal remote areas		
fund money.		
(d) As used in this subsection (10.6):		
(I) "Auction rules" refers to the FCC's rules in 47 CFR 54.309 to		
54.316, which rules concern the implementation of the connect America		
fund phase II auction.		
(II) "Connect America fund" refers to the federal universal service		
high-cost program that allows eligible telecommunications providers to		
recover some of their costs from the federal government for providing		
voice and broadband service in high-cost areas.		
(III) "Connect America phase II auction" refers to a ten-year		
auction of federal money through which the FCC will allocate money		
through a competitive bidding process to telecommunications providers		
who commit to providing voice and broadband service in high-cost areas		
of the nation in accordance with the FCC's auction rules.		
(IV) "New York's petition for expedited waiver" refers to a		
petition that the state of New York filed with the FCC seeking a waiver		
from the FCC's auction rules, which waiver the FCC granted on January		
26, 2017.		
(V) "Remote areas fund" refers to a fund created by the FCC as		

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1	part of its connect America fund to facilitate broadband deployment in
2	extremely high-cost areas of the nation.
3	SECTION 4. In Colorado Revised Statutes, 40-15-509.5, repeal
4	(5)(c) as follows:
5	40-15-509.5. Broadband service - report - broadband
6	deployment board - broadband administrative fund - creation -
7	definitions - rules - repeal. (5) (c) No more than eight voting members
8	of any one major political party may serve on the board at the same time.
9	Members of the board are entitled to seventy-five dollars per diem for
10	attendance at official meetings plus actual and necessary expenses
11	incurred in the conduct of official business. Members of the board shall
12	be appointed as follows:
13	(I) At least one member from the commission; one member from
14	the Colorado office of economic development and international trade in
15	the office of the governor; one member from the department of local
16	affairs, created in section 24-1-125, C.R.S.; and one member from the
17	office of information technology, created in section 24-37.5-103, C.R.S.,
18	as appointed by the governor. The governor shall select three of these
19	four appointees to serve as voting members of the board.
20	(II) Three voting members representing local entities:
21	(A) One of whom is a county commissioner, as appointed by the
22	president of the senate in consultation with Colorado Counties, Inc.;
23	(B) One of whom is a mayor or city councilperson, as appointed
24	by the speaker of the house of representatives in consultation with the
25	Colorado municipal league; and
26	(C) One of whom is any other representative of a local entity and
27	who has a background in broadband service and expertise in rural

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1	economic development, education, or telemedicine, as appointed by the
2	minority leader of the senate;
3	(III) Seven voting members representing the broadband industry:
4	(A) One of whom represents a wireless provider, as appointed by
5	the minority leader of the house of representatives;
6	(B) One of whom represents a wireline provider, as appointed by
7	the minority leader of the senate;
8	(C) One of whom represents a broadband satellite provider, as
9	appointed by the governor;
10	(D) One of whom represents a cable provider, as appointed by the
11	president of the senate;
12	(E) One of whom represents a rural local exchange carrier, as
13	appointed by the governor;
14	(F) One of whom represents a competitive local exchange carrier,
15	as appointed by the speaker of the house of representatives; and
16	(G) One of whom represents a cable provider serving rural areas,
17	as appointed by the president of the senate; and
18	(IV) Two voting members of the public:
19	(A) One of whom resides in an unserved area of the western slope
20	of the state, as appointed by the speaker of the house of representatives;
21	and
22	(B) One of whom resides in an unserved area of the eastern slope
23	of the state, as appointed by the minority leader of the house of
24	representatives.
25	(C) (Deleted by amendment, L. 2018.)
26	SECTION 5. Effective date - applicability. This act takes effect
27	upon passage and applies to applications filed on or after the effective

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- date of this act; except that section 4 of this act takes effect August 31,
- 2 2021.
- 3 **SECTION 6. Safety clause.** The general assembly hereby finds,
- 4 determines, and declares that this act is necessary for the immediate
- 5 preservation of the public peace, health, or safety.

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