First Regular Session Seventy-second General Assembly STATE OF COLORADO

PREAMENDED

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

LLS NO. 19-0393.01 Jennifer Berman x3286

SENATE BILL 19-107

SENATE SPONSORSHIP

Donovan,

HOUSE SPONSORSHIP

(None),

Senate CommitteesBusiness, Labor, & Technology

Local Government

101

House Committees

A BILL FOR AN ACT

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

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.

Sections 2 and 3 make conforming amendments.

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	15 of title 40 as follows:
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

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I	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), OF
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	38-5.5-102 (3), OR A PERSON THAT INTENDS TO PROVIDE BROADBAND
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 mean 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
7	SIMILAD DIGHT IN OD TO DEAL DRODEDTY NO MATTER HOW ACCUIDED

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1	HELD BY AN ELECTRIC UTILITY FOR THE SITING OF ELECTRIC SERVICE
2	INFRASTRUCTURE OR FOR THE PURPOSE OF DELIVERING ELECTRIC SERVICE,
3	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	40-15-602 (2)(b)(III) AND (2)(b)(IV).
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>
2.7	(11) "PROPERTY OWNER" MEANS A PERSON WITH A RECORDED FEE

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

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I	PROPERTY OWNER THAT HOLDS AN INTEREST IN THE REAL PROPERTY
2	SUBJECT TO THE ELECTRIC EASEMENT AND MUST FILE A MEMORANDUM IN
3	THE OFFICE OF THE COUNTY CLERK AND RECORDER IN EACH COUNTY IN
4	WHICH THE ELECTRIC UTILITY IS EXERCISING ITS RIGHTS UNDER
5	SUBSECTION (1) OF THIS SECTION. IF, WITHIN ONE YEAR AFTER DELIVERY
6	OF NOTICE PURSUANT TO THIS SUBSECTION (2), AN ELECTRIC UTILITY HAS
7	NOT COMMENCED ENGAGING IN ANY OF THE ACTIONS SET FORTH IN
8	SUBSECTION (1) OF THIS SECTION, INCLUDING THE COMMENCEMENT OF
9	CONSTRUCTING A NEW INSTALLATION, THE ELECTRIC UTILITY OR
10	DESIGNATED COMMERCIAL BROADBAND SUPPLIER MUST REDELIVER
11	NOTICE PURSUANT TO THIS SUBSECTION (2) BEFORE EXERCISING ITS RIGHTS
12	UNDER SUBSECTION (1) OF THIS SECTION. IF AN ELECTRIC UTILITY OR ITS
13	DESIGNATED COMMERCIAL BROADBAND SUPPLIER FAILS TO DELIVER
14	SUFFICIENT NOTICE IN ACCORDANCE WITH THIS SUBSECTION (2), IT MAY
15	ONLY COMMENCE EXERCISING ITS RIGHTS UNDER SUBSECTION (1) OF THIS
16	SECTION UPON SUBSEQUENT DELIVERY OF SUFFICIENT NOTICE, AT WHICH
17	TIME THE ONE-YEAR PERIOD WILL COMMENCE.
18	(b) A LETTER PROVIDING NOTICE PURSUANT TO THIS SUBSECTION
19	(2) MUST:
20	(I) BE SENT BY FIRST-CLASS MAIL FROM OR ON BEHALF OF THE
21	ELECTRIC UTILITY TO THE INTEREST HOLDER AT THE LAST KNOWN
22	ADDRESS BASED ON THE ELECTRIC UTILITY'S RECORDS OR THE ADDRESS
23	LISTED FOR THE PROPERTY IN THE RECORDS OF THE OFFICE OF THE COUNTY
24	<u>CLERK AND RECORDER;</u>
25	(II) INCLUDE THE NAME, ADDRESS, TELEPHONE NUMBER, AND
26	NAMED POINT OF CONTACT FOR THE ELECTRIC UTILITY AND, IF DELIVERED
27	BY A COMMERCIAL BROADBAND SUPPLIER DESIGNATED BY THE ELECTRIC

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1	<u>UTILITY, THE NAME, ADDRESS, TELEPHONE NUMBER, AND NAMED POINT OF</u>
2	CONTACT FOR THE DESIGNATED COMMERCIAL BROADBAND SUPPLIER;
3	(III) INCLUDE THE PROPERTY ADDRESS AND APPROXIMATE
4	LOCATION OF THE ELECTRIC EASEMENT, WHICH NEED NOT INCLUDE A
5	LEGAL DESCRIPTION, LAND TITLE SURVEY, PLAT, OR OTHER DESIGNATION
6	OF THE EXACT BOUNDARIES OF THE ELECTRIC EASEMENT;
7	(IV) INCLUDE:
8	(A) A CITATION TO THIS PART 6; AND
9	(B) A COPY OF THE LANGUAGE OF SUBSECTION (1) OF THIS SECTION
10	WITH AN INDICATION OF WHETHER THE ELECTRIC UTILITY IS EXERCISING
11	RIGHTS UNDER ONE OR MORE OF SUBSECTION (1)(a) OR (1)(b) OF THIS
12	SECTION;
13	(V) GIVE AN ESTIMATED TIME FOR THE START OF INSTALLATION OR
14	CONSTRUCTION WITH REGARD TO ANY NEW INSTALLATION OR
15	CONSTRUCTION THAT WILL OCCUR IN CONNECTION WITH THE EXERCISE OF
16	RIGHTS UNDER SUBSECTION (1) OF THIS SECTION;
17	(VI) INCLUDE A STATEMENT REGARDING THE RIGHT AND
18	OBLIGATION OF THE ELECTRIC UTILITY, OR ITS DESIGNATED COMMERCIAL
19	BROADBAND SUPPLIER, TO RECORD A MEMORANDUM; AND
20	(VII) INCLUDE A STATEMENT REGARDING THE STATUTE OF
21	LIMITATIONS FOR THE INTEREST HOLDER TO FILE A CLAIM WITH RESPECT
22	TO THE ELECTRIC UTILITY'S EXERCISE OF RIGHTS.
23	(3) Upon exercise of the rights set forth in subsection (1)
24	OF THIS SECTION, THE RIGHTS RUN WITH THE LAND AND ARE ASSIGNABLE
25	BY THE ELECTRIC UTILITY.
26	(4) AN ELECTRIC UTILITY SHALL NOT DIRECTLY PROVIDE RETAIL
27	COMMERCIAL BROADBAND SERVICE BUT MAY CAUSE OR ALLOW A

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1	BROADBAND AFFILIATE TO OFFER RETAIL COMMERCIAL BROADBAND
2	SERVICE. AS LONG AS AN ELECTRIC UTILITY MAINTAINS ITS EXCLUSIVE
3	RIGHT TO PROVIDE ELECTRIC SERVICE TO CUSTOMERS WITHIN ITS
4	EXCLUSIVE SERVICE TERRITORY, BOTH THE ELECTRIC UTILITY THAT HAS
5	A BROADBAND AFFILIATE AND THE BROADBAND AFFILIATE SHALL:
6	(a) Maintain or cause to be maintained an accounting
7	SYSTEM FOR THE BROADBAND AFFILIATE SEPARATE FROM THE ELECTRIC
8	UTILITY'S ACCOUNTING SYSTEM, USING GENERALLY ACCEPTED
9	ACCOUNTING PRINCIPLES OR ANOTHER REASONABLE AND CUSTOMARY
10	<u>ALLOCATION METHOD;</u>
11	(b) Cause a financial audit to be performed by an
12	INDEPENDENT CERTIFIED PUBLIC ACCOUNTANT, WITHIN TWO YEARS AFTER
13	COMMENCEMENT OF COMMERCIAL OPERATION OF RETAIL COMMERCIAL
14	BROADBAND SERVICE AND AT LEAST ONCE EVERY TWO YEARS
15	THEREAFTER, WITH RESPECT TO THE BROADBAND AFFILIATE'S PROVISION
16	OF COMMERCIAL BROADBAND SERVICE, INCLUDING AN AUDIT OF THE
17	ALLOCATION OF COSTS FOR PROPERTY AND SERVICES THAT ARE USED IN
18	BOTH THE PROVISION OF COMMERCIAL BROADBAND SERVICE AND THE
19	ELECTRIC UTILITY'S PROVISION OF ELECTRIC SERVICE; AND
20	(c) (I) NOT CAUSE OR ALLOW THE ELECTRIC UTILITY TO USE ITS
21	EXCLUSIVE RIGHT TO PROVIDE ELECTRIC SERVICES WITHIN ITS EXCLUSIVE
22	TERRITORY TO DIRECTLY OR INDIRECTLY CROSS-SUBSIDIZE THE
23	BROADBAND AFFILIATE OR ITS PROVISION OF COMMERCIAL BROADBAND
24	SERVICE, WHETHER BY DISCRIMINATORY OR BELOW FAIR MARKET VALUE
25	PRICING; PAYMENT OF CAPITAL OR OPERATING COSTS PROPERLY CHARGED
26	TO THE BROADBAND AFFILIATE UNDER APPLICABLE ACCOUNTING RULES;
27	USE OF ANY REVENUE FROM OR SUBSIDY FOR THE PROVISION OF ELECTRIC

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1	SERVICE TO SUPPORT COMMERCIAL BROADBAND SERVICE, EXCEPT IN
2	CONNECTION WITH THE ELECTRIC UTILITY'S PROVISION OF ELECTRICITY; OR
3	OTHERWISE.
4	(II) NOTHING IN THIS SUBSECTION (4)(c) PROHIBITS AN ELECTRIC
5	<u>UTILITY FROM:</u>
6	(A) ENTERING INTO A TRANSACTION WITH A BROADBAND
7	AFFILIATE ON TERMS AND CONDITIONS SUBSTANTIALLY SIMILAR TO THOSE
8	THAT WOULD BE AGREED TO BETWEEN TWO SIMILARLY SITUATED PARTIES
9	IN AN ARM'S LENGTH COMMERCIAL TRANSACTION; OR
10	(B) PROVIDING REDUCED-COST COMMERCIAL BROADBAND SERVICE
11	TO LOW-INCOME RETAIL CUSTOMERS.
12	(5) The terms and conditions of a written electric
13	EASEMENT APPLY TO AN ELECTRIC UTILITY'S USES OF THE ELECTRIC
14	EASEMENT SET FORTH IN SUBSECTION (1) OF THIS SECTION, EXCEPT TO THE
15	EXTENT THAT THOSE TERMS AND CONDITIONS PROHIBIT OR HAVE THE
16	EFFECT OF PROHIBITING OR MATERIALLY IMPAIRING THE ELECTRIC
17	<u>UTILITY'S EXERCISE OF RIGHTS UNDER SUBSECTION (1) OF THIS SECTION.</u>
18	A PROHIBITION ON ABOVEGROUND ELECTRIC SERVICE INFRASTRUCTURE
19	CONTAINED WITHIN A WRITTEN ELECTRIC EASEMENT CONSTITUTES A
20	PROHIBITION ON ABOVEGROUND ATTACHED FACILITIES.
21	(6) NOTHING IN THIS PART 6 REQUIRES AN ELECTRIC UTILITY TO
22	COMPLY WITH SUBSECTION (2) OF THIS SECTION IN ORDER TO TAKE ANY
23	ACTION OR EXERCISE ANY RIGHT UNDER AN ELECTRIC EASEMENT THAT IS
24	ALREADY PERMITTED BY THE TERMS OF THE ELECTRIC EASEMENT.
25	40-15-603. Statute of limitations - damages - limitations on
26	damages. (1) (a) NO CLAIM OR CAUSE OF ACTION AGAINST AN ELECTRIC
27	UTILITY OR A COMMERCIAL BROADBAND SUPPLIER CONCERNING THE

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1	ELECTRIC UTILITY'S OR COMMERCIAL BROADBAND SUPPLIER'S EXERCISE OF
2	RIGHTS UNDER THIS PART 6 OR ANY ACTIONS THAT THE ELECTRIC UTILITY
3	OR COMMERCIAL BROADBAND SUPPLIER TAKES BEFORE THE EFFECTIVE
4	DATE OF THIS SECTION THAT, IF TAKEN AFTER THE EFFECTIVE DATE OF THIS
5	SECTION, WOULD BE AUTHORIZED UNDER SECTION 40-15-602 (1) MAY BE
6	BROUGHT BY OR ON BEHALF OF AN INTEREST HOLDER MORE THAN TWO
7	YEARS AFTER THE LATEST OF:
8	(I) THE EFFECTIVE DATE OF THIS SECTION;
9	(II) THE DATE OF DELIVERY OF NOTICE PURSUANT TO SECTION
10	<u>40-15-602 (2); OR</u>
11	(III) THE DATE OF RECORDING OF A MEMORANDUM PURSUANT TO
12	<u>SECTION 40-15-602 (2).</u>
13	(b) Subsection (1)(a) of this section does not apply to a
14	CLAIM OR CAUSE OF ACTION BASED SOLELY ON DAMAGE TO PROPERTY OR
15	BREACH OF THE TERMS AND CONDITIONS OF A WRITTEN ELECTRIC
16	EASEMENT AS THE TERMS AND CONDITIONS APPLY IN ACCORDANCE WITH
17	<u>SECTION 40-15-602 (5).</u>
18	(c) Nothing in this section 40-15-603 extends the statutory
19	LIMITATION PERIOD APPLICABLE TO A CLAIM OR REVIVES AN EXPIRED
20	<u>CLAIM.</u>
21	(2) A CLAIM OR CAUSE OF ACTION SHALL NOT BE BROUGHT BY OR
22	ON BEHALF OF AN INTEREST HOLDER AGAINST A COMMERCIAL BROADBAND
23	SUPPLIER FOR ACTIONS THAT THE COMMERCIAL BROADBAND SUPPLIER HAS
24	TAKEN UNDER SECTION 40-15-602 (2) AN ELECTRIC UTILITY.
25	(3) IF AN INTEREST HOLDER BRINGS A TRESPASS CLAIM, INVERSE
26	CONDEMNATION CLAIM, OR ANY OTHER CLAIM OR CAUSE OF ACTION FOR
27	AN ELECTRIC UTILITY'S OR COMMERCIAL BROADBAND SUPPLIER'S EXERCISE

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1	OF RIGHTS OR PERFORMANCE OF ACTIONS DESCRIBED IN SUBSECTION (1)
2	OF THIS SECTION, THE FOLLOWING APPLIES TO THE CLAIM OR CAUSE OF
3	<u>ACTION:</u>
4	(a) THE MEASURE OF DAMAGES FOR ALL SUCH CLAIMS, TAKEN
5	TOGETHER, IS THE FAIR MARKET VALUE OF THE REDUCTION IN VALUE OF
6	THE INTEREST HOLDER'S INTEREST IN THE REAL PROPERTY, AS
7	CONTEMPLATED BY SECTION 38-1-121 (1). IN DETERMINING OR PROVIDING
8	THE FAIR MARKET VALUE UNDER THIS SUBSECTION (3)(a):
9	(I) THE FOLLOWING SHALL NOT BE USED AND ARE NOT ADMISSIBLE
10	AS EVIDENCE IN ANY PROCEEDING:
11	(A) Profits, fees, or revenue derived from the attached
12	<u>FACILITIES; OR</u>
13	(B) THE RENTAL VALUE OF THE REAL PROPERTY INTEREST OR THE
14	ELECTRIC EASEMENT, INCLUDING THE RENTAL VALUE OF ANY ATTACHED
15	FACILITIES OR AN ASSEMBLED BROADBAND CORRIDOR; AND
16	(II) CONSIDERATION MUST BE GIVEN TO ANY INCREASE IN VALUE
17	TO THE REAL PROPERTY INTEREST RESULTING FROM THE AVAILABILITY OF
18	COMMERCIAL BROADBAND SERVICE TO THE REAL PROPERTY UNDERLYING
19	THE REAL PROPERTY INTEREST THAT ARISES FROM THE INSTALLATION OF
20	ATTACHED FACILITIES.
21	(b) The interest holder must make reasonable
22	ACCOMMODATIONS FOR THE ELECTRIC UTILITY OR COMMERCIAL
23	BROADBAND SUPPLIER TO PERFORM AN APPRAISAL OR INSPECTION OF THE
24	REAL PROPERTY WITHIN NINETY DAYS FOLLOWING ANY WRITTEN REQUEST
25	FOR AN APPRAISAL OR INSPECTION. IF AN INTEREST HOLDER FAILS TO MAKE
26	SUCH ACCOMMODATIONS, THE ELECTRIC UTILITY OR COMMERCIAL
27	BROADBAND SUPPLIER HAS NO FURTHER LIABILITY TO THE INTEREST

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1	HOLDER.
2	(c) ANY DAMAGES FOR THE EXERCISE OF RIGHTS OR ACTIONS SET
3	FORTH IN SUBSECTION (1) OF THIS SECTION:
4	(I) EXCEPT AS PROVIDED IN SUBSECTION (3)(c)(III) OF THIS
5	SECTION, ARE LIMITED TO THOSE DAMAGES THAT EXISTED AT THE TIME
6	THAT THE ELECTRIC UTILITY OR COMMERCIAL BROADBAND SUPPLIER FIRST
7	EXERCISED THE RIGHTS OR PERFORMED THE ACTIONS;
8	(II) SHALL NOT BE DEEMED TO CONTINUE, ACCRUE, OR
9	ACCUMULATE; AND
10	(III) MAY INCLUDE ADDITIONAL DAMAGES FOR ANY PHYSICAL
11	DAMAGE TO PROPERTY OR BREACH OF THE TERMS AND CONDITIONS OF A
12	WRITTEN ELECTRIC EASEMENT AS THE TERMS AND CONDITIONS APPLY
13	AFTER GIVING EFFECT TO SECTION 40-15-602 (5).
14	(d) (I) Except for an electric utility's or commercial
15	BROADBAND SUPPLIER'S GROSS NEGLIGENCE OR WILLFUL MISCONDUCT, OR
16	IN ACCORDANCE WITH THE TERMS AND CONDITIONS OF A WRITTEN
17	ELECTRIC EASEMENT AS THE TERMS AND CONDITIONS APPLY IN
18	ACCORDANCE WITH SECTION 40-15-602 (5), AN INTEREST HOLDER IS NOT
19	ENTITLED TO REIMBURSEMENT FROM AN ELECTRIC UTILITY OR
20	COMMERCIAL BROADBAND SUPPLIER FOR THE COST OF ANY APPRAISAL,
21	ATTORNEY FEES, OR AWARD FOR SPECIAL, CONSEQUENTIAL, INDIRECT, OR
22	PUNITIVE DAMAGES.
23	(II) FOR PURPOSES OF THIS SUBSECTION (3)(d), ANY ACTION OR
24	FAILURE TO ACT BY AN ELECTRIC UTILITY OR COMMERCIAL BROADBAND
25	SUPPLIER IN FURTHERANCE OF THE ELECTRIC UTILITY'S OR COMMERCIAL
26	BROADBAND SUPPLIER'S EXERCISE OF RIGHTS SET FORTH IN SECTION
27	40-15-602 (1) SHALL NOT BE DEEMED GROSS NEGLIGENCE OR WILLFUL

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1	MISCONDUCT.
2	(4) BY ACCEPTING A DAMAGE AWARD UNDER THIS SECTION OTHER
3	THAN A DAMAGE AWARD UNDER SUBSECTION (3)(c)(III) OF THIS SECTION,
4	AN INTEREST HOLDER SHALL BE DEEMED TO HAVE GRANTED AN
5	EASEMENT, EQUAL IN DURATION TO THE TERM OF THE ELECTRIC EASEMENT
6	AND SUBJECT TO SECTION 40-15-602 (5), TO THE EXTENT OF THE INTEREST
7	HOLDER'S RIGHTS IN THE REAL PROPERTY, FOR ALL OF THE USES OF THE
8	REAL PROPERTY AND ACTIONS SET FORTH IN SECTION 40-15-602 (1).
9	40-15-604. Electric utility obligations. (1) ANELECTRICUTILITY
10	THAT EXERCISES ANY RIGHTS UNDER SECTION 40-15-602 (1)(a) OR (1)(b)
11	FOR THE PROVISION OF COMMERCIAL BROADBAND SERVICE OR THAT HAS
12	A BROADBAND AFFILIATE SHALL NOT DISCRIMINATE AMONG COMMERCIAL
13	BROADBAND SUPPLIERS, INCLUDING BROADBAND AFFILIATES, IN OFFERING
14	OR GRANTING RIGHTS TO INSTALL OR ATTACH ANY ATTACHED FACILITIES
15	OR IN LEASING OR USING CAPACITY OF ANY ATTACHED FACILITIES.
16	(2) An electric utility that has a broadband affiliate and,
17	IF APPLICABLE, THE BROADBAND AFFILIATE SHALL:
18	(a) Charge recurring fees not exceeding any fees in
19	ACCORDANCE WITH RATES THAT APPLY TO ATTACHMENTS TO POLES
20	UNDER SECTION 224 (e) OF THE FEDERAL "COMMUNICATIONS ACT OF
21	1934", AS AMENDED, AND THE FCC'S REGULATIONS AND POLICIES
22	IMPLEMENTING THE FEDERAL ACT CONCERNING POLE ATTACHMENT RATES
23	THAT APPLY TO INVESTOR-OWNED UTILITIES, AS SET FORTH IN 47 CFR
24	1.1406, TO ALL COMMERCIAL BROADBAND SUPPLIERS FOR ATTACHMENTS
25	ON A POLE OR ELECTRIC SERVICE INFRASTRUCTURE THAT IS OWNED OR
26	CONTROLLED BY THE ELECTRIC UTILITY OR BROADBAND AFFILIATE;
27	EXCEPT THAT, IF AN ELECTRIC UTILITY DEMONSTRATES WITH COMPETENT

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1	EVIDENCE THAT IT CANNOT RECOVER ALL OF ITS INCREMENTAL CAPITAL
2	AND OPERATING COSTS OF PROVIDING THE POLE ATTACHMENT THROUGH
3	THE RATES AND ANY APPLICABLE ONE-TIME CHARGES, THE ELECTRIC
4	UTILITY MAY CHARGE A HIGHER RATE TO COMMERCIAL BROADBAND
5	SUPPLIERS ON A NONDISCRIMINATORY BASIS TO THE EXTENT REQUIRED TO
6	RECOVER THE INCREMENTAL COSTS;
7	(b) PROVIDE ALL COMMERCIAL BROADBAND SUPPLIERS ACCESS TO
8	ALL POLES OR ELECTRIC SERVICE INFRASTRUCTURE OWNED BY THE
9	ELECTRIC UTILITY OR BROADBAND AFFILIATE FOR THE PURPOSE OF
10	ATTACHING EQUIPMENT FOR THE PROVISION OF COMMERCIAL BROADBAND
11	SERVICE. ACCESS PROVIDED IN ACCORDANCE WITH THIS SUBSECTION
12	(2)(b) MUST BE PROVIDED:
13	(I) ON A JUST, REASONABLE, AND NONDISCRIMINATORY BASIS AND
14	IN A MANNER CONSISTENT WITH THE REGULATORY OBLIGATIONS SET
15	FORTH IN FCC REGULATIONS REGARDING INVESTOR-OWNED UTILITY POLE
16	OWNERS; AND
17	(II) Under terms and conditions that are no less
18	FAVORABLE THAN THE TERMS AND CONDITIONS OFFERED TO BROADBAND
19	AFFILIATES, INCLUDING TERMS AND CONDITIONS REGARDING APPLICATION
20	REQUIREMENTS, TECHNICAL REQUIREMENTS, ELECTRIC LINEWORKER
21	HEALTH AND SAFETY REQUIREMENTS, ADMINISTRATIVE FEES, TIMELINES,
22	AND MAKE-READY REQUIREMENTS; AND
23	(c) Charge fees to commercial broadband suppliers for
24	LEASE OR USE OF ATTACHED FACILITIES OWNED OR CONTROLLED BY THE
25	ELECTRIC UTILITY UNDER JUST, REASONABLE, AND NONDISCRIMINATORY
26	TERMS AND CONDITIONS, INCLUDING FEES THAT ARE EQUAL TO OR LESS
27	THAN THE FEES THAT THE ELECTRIC UTILITY CHARGES TO ITS BROADBAND

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1	AFFILIATES.
2	(3) SUBJECT TO THE REQUIREMENTS OF SUBSECTION (1) OF THIS
3	SECTION, NOTHING IN THIS SECTION REQUIRES AN ELECTRIC UTILITY TO
4	OFFER OR GRANT A RIGHT TO ACCESS OR USE AN ELECTRIC EASEMENT OR
5	TO USE ATTACHED FACILITIES OR ELECTRIC SERVICE INFRASTRUCTURE
6	OWNED OR CONTROLLED BY THE ELECTRIC UTILITY IN A MANNER THAT
7	WOULD MATERIALLY INTERFERE WITH THE ELECTRIC UTILITY'S
8	CONSTRUCTION, MAINTENANCE, OR USE OF ANY ELECTRIC UTILITY
9	INFRASTRUCTURE FOR THE PROVISION OF ELECTRIC SERVICE.
10	(4)(a) AN ELECTRIC UTILITY WITH A BROADBAND AFFILIATE SHALL
11	NOT UNREASONABLY WITHHOLD AUTHORIZATION OR DELAY ITS DECISION
12	WHETHER TO PROVIDE AUTHORIZATION TO A COMMERCIAL BROADBAND
13	SUPPLIER TO INSTALL, MAINTAIN, OWN, OPERATE, OR USE ATTACHED
14	FACILITIES ON ELECTRIC SERVICE INFRASTRUCTURE OWNED OR
15	CONTROLLED BY THE ELECTRIC UTILITY. AN ELECTRIC UTILITY MAY ONLY
16	WITHHOLD AUTHORIZATION PURSUANT TO THIS SUBSECTION (4) IF THE
17	REASON FOR WITHHOLDING AUTHORIZATION IS THAT:
18	(I) THERE IS INSUFFICIENT CAPACITY FOR THE ATTACHED
19	<u>FACILITIES; OR</u>
20	(II) CONCERNS OF SAFETY OR RELIABILITY OR GENERALLY
21	APPLICABLE ENGINEERING PURPOSES WEIGH AGAINST GRANTING THE
22	<u>AUTHORIZATION.</u>
23	(b) An electric utility that withholds authorization
24	PURSUANT TO THIS SUBSECTION (4) SHALL PROMPTLY NOTIFY THE
25	COMMERCIAL BROADBAND SUPPLIER IN WRITING OF THE REASONS FOR
26	WITHHOLDING AUTHORIZATION.
27	(5) UPON REQUEST OF A COMMERCIAL BROADBAND SUPPLIER, AN

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1	ELECTRIC UTILITY AND ANY BROADBAND AFFILIATE SUBJECT TO THIS
2	SECTION SHALL CAUSE AN OFFICER OF THE ELECTRIC UTILITY AND AN
3	OFFICER OF THE BROADBAND AFFILIATE TO CERTIFY THAT THE ELECTRIC
4	UTILITY AND THE BROADBAND AFFILIATE, RESPECTIVELY, ARE IN
5	COMPLIANCE WITH THIS SECTION AND SECTION 40-15-602 (4)(b). IF A
6	DISPUTE ARISES IN A COURT OF COMPETENT JURISDICTION BETWEEN AN
7	ELECTRIC UTILITY OR ITS BROADBAND AFFILIATE AND AN UNAFFILIATED
8	COMMERCIAL BROADBAND SUPPLIER:
9	(a) REGARDING MATTERS ADDRESSED IN THIS PART 6, THE PARTIES
10	TO THE DISPUTE HAVE STANDING TO FILE A CLAIM OR CAUSE OF ACTION IN
11	ANY COURT OF COMPETENT JURISDICTION IN THE STATE; AND
12	(b) The following are discoverable and admissible as
13	EVIDENCE IN COURT REGARDING THE ELECTRIC UTILITY'S AND ITS
14	BROADBAND AFFILIATE'S COMPLIANCE WITH THIS SECTION:
15	(I) ANY CERTIFICATION REQUESTED AND PRODUCED PURSUANT TO
16	THIS SUBSECTION (5);
17	(II) THE TERMS AND CONDITIONS APPLIED TO THE ELECTRIC
18	<u>UTILITY'S OR BROADBAND AFFILIATE'S OFFER TO OR GRANT OF A RIGHT TO</u>
19	THE UNAFFILIATED COMMERCIAL BROADBAND SUPPLIER TO INSTALL,
20	MAINTAIN, OWN, OPERATE, OR USE ATTACHED FACILITIES; AND
21	(III) ANY AUDIT REQUIRED TO BE PERFORMED PURSUANT TO
22	<u>SECTION 40-15-602 (4)(b).</u>
23	(6) NOTWITHSTANDING ANY PROVISION OF THIS PART 6 TO THE
24	CONTRARY, AN ELECTRIC UTILITY THAT IS SUBJECT TO REGULATION UNDER
25	47 U.S.C. SEC. 224, AS AMENDED, AND THE FCC REGULATIONS
26	PROMULGATED PURSUANT TO THAT FEDERAL LAW, IS NOT SUBJECT TO THIS
27	SECTION.

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1	(7) NOTHING IN THIS PART 6:
2	(a) SUBJECTS AN ELECTRIC UTILITY TO REGULATION BY THE FCC;
3	(b) Constitutes an exercise of, or an obligation or
4	INTENTION TO EXERCISE, THE RIGHT OF THE STATE UNDER 47 U.S.C. SEC.
5	224 (c) TO REGULATE THE RATES, TERMS, AND CONDITIONS FOR POLE
6	ATTACHMENTS, AS DEFINED IN 47 U.S.C. SEC. 224 (a)(4); OR
7	(c) Constitutes a certification, or an obligation or
8	INTENTION TO CERTIFY, TO THE FCC UNDER 47 U.S.C. SEC. 224.
9	SECTION 2. In Colorado Revised Statutes, amend 38-4-103 as
10	<u>follows:</u>
11	38-4-103. Electric power companies. (1) Any foreign or
12	domestic corporation organized or chartered for the purpose, among other
13	things, of conducting and maintaining electric power transmission lines
14	for providing power or light by means of electricity for hire shall have
15	HAS a right-of-way for the construction, operation, and maintenance of
16	such electric power transmission lines through any patented or unpatented
17	mine or mining claim or other land without the consent of the owner
18	thereof of the patented or unpatented mine or mining claim or
19	OTHER LAND, if such THE right-of-way is necessary for the purposes
20	proposed.
21	(2) AN ELECTRIC UTILITY, AS DEFINED IN SECTION 40-15-601 (6),
22	EXERCISING ITS RIGHTS UNDER SUBSECTION (1) OF THIS SECTION MAY, IN
23	ACCORDANCE WITH PART 6 OF ARTICLE 15 OF TITLE 40:
24	(a) Install or allow the installation of any attached
25	FACILITY, AS THAT TERM IS DEFINED IN SECTION 40-15-601 (1); AND
26	(b) Exercise any rights available to the electric utility
27	UNDER PART 6 OF ARTICLE 15 OF TITLE 40 IN CONNECTION WITH THE

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1	<u>INSTALLATION.</u>
2	SECTION 3. In Colorado Revised Statutes, amend 38-5-103 as
3	<u>follows:</u>
4	38-5-103. Power of companies to contract. (1) Such AN electric
5	light power, gas, or pipeline company or such A city or town shall have
6	power to MAY contract with any person or corporation, the owner of any
7	lands LAND or any franchise, easement, or interest therein ON THE LAND
8	over or under which the line of electric light wire power or pipeline is
9	proposed to be laid or created for the right-of-way for the construction
10	maintenance, and operation of its electric light wires, pipes, poles,
11	regulator stations, substations, or other property and for the erection
12	maintenance, occupation, and operation of offices at suitable distances for
13	the public accommodation.
14	(2) AN ELECTRIC UTILITY, AS DEFINED IN SECTION 40-15-601 (6)
15	EXERCISING ITS RIGHTS UNDER SUBSECTION (1) OF THIS SECTION MAY, IN
16	ACCORDANCE WITH PART 6 OF ARTICLE 15 OF TITLE 40, INSTALL OR ALLOW
17	THE INSTALLATION OF ANY ATTACHED FACILITY FOR COMMERCIAL
18	BROADBAND SERVICE, AS THOSE TERMS ARE DEFINED IN SECTION
19	40-15-601 (1) AND (3), RESPECTIVELY.
20	SECTION 4. Act subject to petition - effective date. This act
21	takes effect at 12:01 a.m. on the day following the expiration of the
22	ninety-day period after final adjournment of the general assembly (August
23	2, 2019, if adjournment sine die is on May 3, 2019); except that, if a
24	referendum petition is filed pursuant to section 1 (3) of article V of the
25	state constitution against this act or an item, section, or part of this act
26	within such period, then the act, item, section, or part will not take effect
27	unless approved by the people at the general election to be held in

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- November 2020 and, in such case, will take effect on the date of the
- 2 <u>official declaration of the vote thereon by the governor.</u>

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