Second Regular Session Seventieth General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 16-1010.01 Jennifer Berman x3286

HOUSE BILL 16-1184

HOUSE SPONSORSHIP

Rankin, Hamner, Young

SENATE SPONSORSHIP

Grantham, Lambert, Steadman

House Committees

Senate Committees

Appropriations

101

102

103

A BILL FOR AN ACT
CONCERNING THE ADMINISTRATION OF MONEY THAT IS REQUIRED
UNDER EXISTING LAW TO BE TRANSFERRED FROM THE HIGH
COST SUPPORT MECHANISM TO THE BROADBAND FUND.

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://www.leg.state.co.us/billsummaries.)

Joint Budget Committee. The public utilities commission provides financial assistance to telecommunications companies that provide basic telephone service or broadband service in areas that lack effective competition by assessing a surcharge on all telecommunications companies in the state and allocating those contributions to the high cost

support mechanism (HCSM). A portion of the HCSM is transferred to the broadband fund, which fund is administered by the broadband deployment board (board). The board awards grants for projects aimed at deploying broadband service in unserved areas of the state. From 2016 to 2023, the HCSM surcharge is statutorily reduced by a percentage of the amount of contributions that were allocated to the broadband fund in the previous year.

The bill requires that HCSM funds allocated to the broadband fund be transferred on July 1 of each year and that HCSM money in the broadband fund be continuously appropriated.

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

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2 **SECTION 1.** In Colorado Revised Statutes, 40-15-509.5, **amend**3 (4) (a) as follows:

40-15-509.5. Broadband service - report - broadband **deployment board - broadband fund - creation - repeal.** (4) (a) There is hereby created in the state treasury the broadband fund, referred to in this section as the "fund". The fund consists of all moneys MONEY allocated from the HCSM to provide access to broadband services through broadband networks in unserved areas pursuant to section 40-15-208 (2) (a) (I) (B), which moneys MONEY shall be transferred to the fund upon allocation ON JULY 1 OF EACH YEAR, and all moneys MONEY that the general assembly may appropriate to the fund. The moneys MONEY in the fund are ALLOCATED FROM THE HCSM IS CONTINUOUSLY appropriated to the broadband deployment board, created in subsection (5) of this section, for the purposes set forth in this section. ANY OTHER MONEY IN THE FUND IS SUBJECT TO ANNUAL APPROPRIATION BY THE GENERAL ASSEMBLY FOR THE PURPOSES SET FORTH IN THIS SECTION. All interest earned from the investment of moneys MONEY in the fund is credited to the fund. All moneys MONEY not expended at the end of the fiscal year remain REMAINS in the fund and do DOES not revert to the

-2- HB16-1184

- 1 general fund or any other fund.
- 2 **SECTION 2. Safety clause.** The general assembly hereby finds,
- determines, and declares that this act is necessary for the immediate
- 4 preservation of the public peace, health, and safety.

-3- HB16-1184