First Regular Session Seventy-second General Assembly STATE OF COLORADO

ENGROSSED

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction

LLS NO. 19-0393.01 Jennifer Berman x3286

SENATE BILL 19-107

SENATE SPONSORSHIP

Donovan,

HOUSE SPONSORSHIP

Roberts,

Senate Committees Business Labor & Technology

House Committees

Business, Labor, & Technology Local Government

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

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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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	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 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	SIMILAD DIGHT IN OD TO DEAL DRODERTY INCLUDING DRESCRIPTIVE

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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	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	(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	40-15-602. Electric easements - commercial broadband service
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	FILING REQUIREMENTS SET FORTH IN SUBSECTION (2) OF THIS SECTION, THE
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 EXTERNAL USE AND
20	OPERATION BY A COMMERCIAL BROADBAND SUPPLIER, INCLUDING A
21	BROADBAND AFFILIATE, IN PROVIDING COMMERCIAL BROADBAND SERVICE:
22	<u>AND</u>
23	(b) Lease or otherwise provide to a commercial broadband
24	SUPPLIER, INCLUDING A BROADBAND AFFILIATE, ANY EXCESS CAPACITY OF
25	ATTACHED FACILITIES FOR PURPOSES OF PROVIDING COMMERCIAL
26	BROADBAND SERVICE.
2.7	(2) (a) At least thirty days before first exercising its

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1	RIGHTS UNDER ONE OR BOTH OF SUBSECTION (1)(a) OR (1)(b) OF THIS
2	SECTION WITH RESPECT TO AN ELECTRIC EASEMENT OR PORTION OF AN
3	ELECTRIC EASEMENT, AN ELECTRIC UTILITY OR ITS DESIGNATED
4	COMMERCIAL BROADBAND SUPPLIER MUST SEND NOTICE TO EACH
5	PROPERTY OWNER THAT HOLDS AN INTEREST IN THE REAL PROPERTY
6	SUBJECT TO THE ELECTRIC EASEMENT AND ANY OTHER INTEREST HOLDER
7	THAT HAS RECORDED A REQUEST FOR NOTICE AND MUST RECORD A
8	MEMORANDUM IN THE OFFICE OF THE COUNTY CLERK AND RECORDER IN
9	EACH COUNTY IN WHICH THE ELECTRIC UTILITY IS EXERCISING ITS RIGHTS
10	UNDER SUBSECTION (1) OF THIS SECTION. AN ELECTRIC UTILITY OR ITS
11	DESIGNATED COMMERCIAL BROADBAND SUPPLIER MUST COMPLY WITH
12	ANY NOTICE REQUIREMENTS CONTAINED IN A WRITTEN ELECTRIC
13	EASEMENT BEFORE ENTERING THE REAL PROPERTY SUBJECT TO THE
14	ELECTRIC EASEMENT OR COMMENCING ANY CONSTRUCTION OR
15	INSTALLATION IN CONNECTION WITH THE EXERCISE OF RIGHTS UNDER
16	SUBSECTION (1) OF THIS SECTION. AN ELECTRIC UTILITY OR ITS
17	DESIGNATED COMMERCIAL BROADBAND SUPPLIER MAY ONLY COMMENCE
18	EXERCISING ITS RIGHTS UNDER SUBSECTION (1) OF THIS SECTION UPON
19	DELIVERY OF SUFFICIENT NOTICE.
20	(b) A LETTER PROVIDING NOTICE PURSUANT TO THIS SUBSECTION
21	(2) MUST:
22	(I) BE SENT BY CERTIFIED MAIL FROM OR ON BEHALF OF THE
23	ELECTRIC UTILITY TO THE PROPERTY OWNER AND ANY INTEREST HOLDER
24	THAT HAS RECORDED A REQUEST FOR NOTICE AT EACH OF THE FOLLOWING,
25	AS APPLICABLE:
26	(A) THE LAST KNOWN ADDRESS FOR THE PROPERTY OWNER BASED
27	ON THE ELECTRIC UTILITY'S RECORDS;

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1	(B) THE ADDRESS LISTED FOR THE PROPERTY OWNER IN THE
2	RECORDS OF THE OFFICE OF THE COUNTY ASSESSOR; AND
3	(C) THE ADDRESS SET FORTH IN A REQUEST FOR NOTICE;
4	(II) INCLUDE THE NAME, ADDRESS, TELEPHONE NUMBER, AND
5	NAMED POINT OF CONTACT FOR THE ELECTRIC UTILITY AND, IF DELIVERED
6	BY A COMMERCIAL BROADBAND SUPPLIER DESIGNATED BY THE ELECTRIC
7	UTILITY, THE NAME, ADDRESS, TELEPHONE NUMBER, AND NAMED POINT OF
8	CONTACT FOR THE DESIGNATED COMMERCIAL BROADBAND SUPPLIER;
9	(III) INCLUDE THE PROPERTY ADDRESS; THE RECORDED NUMBER,
10	IF ANY, OF THE ELECTRIC EASEMENT OR RECORDED MEMORANDUM OF THE
11	ELECTRIC EASEMENT; A GENERAL DESCRIPTION OF ANY EXISTING ELECTRIC
12	SERVICE INFRASTRUCTURE CURRENTLY LOCATED IN THE ELECTRIC
13	EASEMENT; AND THE APPROXIMATE LOCATION OF THE ELECTRIC
14	EASEMENT, WHICH NEED NOT INCLUDE A LEGAL DESCRIPTION, LAND TITLE
15	SURVEY, PLAT, OR OTHER DESIGNATION OF THE EXACT BOUNDARIES OF
16	THE ELECTRIC EASEMENT;
17	(IV) INCLUDE:
18	(A) A CITATION TO THIS PART 6; AND
19	(B) A COPY OF THE LANGUAGE OF SUBSECTION (1) OF THIS SECTION
20	WITH AN INDICATION OF WHETHER THE ELECTRIC UTILITY IS EXERCISING
21	RIGHTS UNDER ONE OR BOTH OF SUBSECTION (1)(a) OR (1)(b) OF THIS
22	SECTION;
23	(V) GIVE AN ESTIMATED TIME FOR THE START OF INSTALLATION OR
24	CONSTRUCTION WITH REGARD TO ANY NEW INSTALLATION OR
25	CONSTRUCTION THAT WILL OCCUR IN CONNECTION WITH THE EXERCISE OF
26	RIGHTS UNDER SUBSECTION (1) OF THIS SECTION;
27	(VI) INCLUDE A STATEMENT REGARDING THE RIGHT AND

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I	OBLIGATION OF THE ELECTRIC UTILITY, ORTIS DESIGNATED COMMERCIAL
2	BROADBAND SUPPLIER, TO RECORD A MEMORANDUM; AND
3	(VII) INCLUDE A STATEMENT REGARDING THE STATUTE OF
4	LIMITATIONS FOR THE INTEREST HOLDER TO FILE A CLAIM WITH RESPECT
5	TO THE ELECTRIC UTILITY'S EXERCISE OF RIGHTS.
6	(c) An interest holder that desires to obtain notice under
7	THIS PART 6 AT A SPECIFIC ADDRESS MAY FILE IN THE OFFICE OF THE
8	COUNTY CLERK AND RECORDER FOR THE COUNTY IN WHICH THE REAL
9	PROPERTY IS SITUATED A REQUEST FOR NOTICE THAT IDENTIFIES THE
10	INTEREST HOLDER'S NAME AND ADDRESS, THE INSTRUMENT GRANTING THE
11	INTEREST HOLDER'S INTEREST IN THE PROPERTY, AND THE RECORDING
12	NUMBER OF THE INSTRUMENT OR A RECORDED MEMORANDUM OF THE
13	<u>INSTRUMENT.</u>
14	(3) Upon exercise of the rights set forth in subsection (1)
15	OF THIS SECTION, THE RIGHTS RUN WITH THE LAND AND ARE ASSIGNABLE
16	BY THE ELECTRIC UTILITY.
17	(4) The terms and conditions of a written electric
18	EASEMENT APPLY TO AN ELECTRIC UTILITY'S USES OF THE ELECTRIC
19	EASEMENT SET FORTH IN SUBSECTION (1) OF THIS SECTION, EXCEPT THOSE
20	TERMS AND CONDITIONS THAT WOULD PROHIBIT THE ELECTRIC UTILITY'S
21	EXERCISE OF RIGHTS UNDER SUBSECTION (1) OF THIS SECTION. A
22	PROHIBITION ON ABOVEGROUND ELECTRIC SERVICE INFRASTRUCTURE
23	CONTAINED WITHIN A WRITTEN ELECTRIC EASEMENT CONSTITUTES A
24	PROHIBITION ON ABOVEGROUND ATTACHED FACILITIES. IN CONNECTION
25	WITH THE EXERCISE OF RIGHTS UNDER SUBSECTION (1) OF THIS SECTION,
26	AN ELECTRIC UTILITY OR ITS DESIGNATED COMMERCIAL BROADBAND
2.7	SUPPLIER MUST COMPLY WITH ANY NOTICE REQUIREMENTS CONTAINED IN

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1	A WRITTEN ELECTRIC EASEMENT HELD BY THE ELECTRIC UTILITY RELATED
2	TO ENTERING THE REAL PROPERTY SUBJECT TO THE ELECTRIC EASEMENT
3	OR COMMENCING ANY CONSTRUCTION OR INSTALLATION ON THE REAL
4	PROPERTY.
5	(5) Nothing in this part 6 requires an electric utility to
6	COMPLY WITH SUBSECTION (2) OF THIS SECTION IN ORDER TO TAKE ANY
7	ACTION OR EXERCISE ANY RIGHTS UNDER AN ELECTRIC EASEMENT THAT IS
8	ALREADY PERMITTED WITHIN THE SCOPE OF THE ELECTRIC EASEMENT.
9	Unless expressly prohibited by the terms of an electric
10	EASEMENT, AN ELECTRIC EASEMENT WILL BE DEEMED TO ALLOW AN
11	ELECTRIC UTILITY TO INSTALL, MAINTAIN, OR OWN, OR PERMIT A THIRD
12	PARTY TO INSTALL, MAINTAIN, OR OWN FOR BENEFICIAL USE BY THE
13	ELECTRIC UTILITY, AN ATTACHED FACILITY IN THE ELECTRIC EASEMENT
14	FOR USE IN CONNECTION WITH THE ELECTRIC UTILITY'S PROVISION OF
15	ELECTRICITY.
16	40-15-603. Statute of limitations - damages - limitations on
17	damages. (1) (a) NO CLAIM OR CAUSE OF ACTION AGAINST AN ELECTRIC
18	UTILITY OR A COMMERCIAL BROADBAND SUPPLIER CONCERNING THE
19	ELECTRIC UTILITY'S OR COMMERCIAL BROADBAND SUPPLIER'S EXERCISE OF
20	RIGHTS UNDER THIS PART 6 OR ANY ACTIONS THAT THE ELECTRIC UTILITY
21	OR COMMERCIAL BROADBAND SUPPLIER TAKES BEFORE THE EFFECTIVE
22	DATE OF THIS SECTION THAT, IF TAKEN AFTER THE EFFECTIVE DATE OF THIS
23	SECTION, WOULD BE AUTHORIZED UNDER SECTION 40-15-602 (1) MAY BE
24	BROUGHT BY OR ON BEHALF OF AN INTEREST HOLDER MORE THAN TWO
25	YEARS AFTER THE LATEST OF:
26	(I) THE EFFECTIVE DATE OF THIS SECTION;
27	(II) THE DATE OF DELIVERY OF NOTICE PURSUANT TO SECTION

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1	<u>40-15-602 (2); OR</u>
2	(III) THE DATE OF RECORDING OF A MEMORANDUM PURSUANT TO
3	<u>SECTION 40-15-602 (2).</u>
4	(b) Subsection (1)(a) of this section does not apply to a
5	CLAIM OR CAUSE OF ACTION BASED ON:
6	(I) PHYSICAL DAMAGE TO PROPERTY;
7	(II) INJURY TO NATURAL PERSONS; OR
8	(III) Breach of the terms and conditions of a written
9	ELECTRIC EASEMENT AS THE TERMS AND CONDITIONS APPLY IN
10	ACCORDANCE WITH SECTION 40-15-602 (4).
11	(c) Nothing in this section 40-15-603 extends the statutory
12	LIMITATION PERIOD APPLICABLE TO A CLAIM OR REVIVES AN EXPIRED
13	<u>CLAIM.</u>
14	(2) A CLAIM OR CAUSE OF ACTION TO WHICH SUBSECTION (1)(a) OF
15	THIS SECTION APPLIES SHALL NOT BE BROUGHT BY OR ON BEHALF OF AN
16	INTEREST HOLDER AGAINST A COMMERCIAL BROADBAND SUPPLIER FOR
17	ACTIONS THAT THE COMMERCIAL BROADBAND SUPPLIER HAS TAKEN
18	UNDER SECTION 40-15-602 (2) ON BEHALF OF AN ELECTRIC UTILITY.
19	NOTHING IN THIS SUBSECTION (2) PROHIBITS AN ELECTRIC UTILITY AND A
20	COMMERCIAL BROADBAND SUPPLIER FROM CONTRACTING TO ALLOCATE
21	LIABILITY FOR ACTIONS TAKEN UNDER SECTION 40-15-602 (2).
22	(3) If an interest holder brings a trespass claim, inverse
23	CONDEMNATION CLAIM, OR ANY OTHER CLAIM OR CAUSE OF ACTION TO
24	WHICH SUBSECTION (1)(a) OF THIS SECTION APPLIES FOR AN ELECTRIC
25	UTILITY'S OR COMMERCIAL BROADBAND SUPPLIER'S EXERCISE OF RIGHTS
26	OR PERFORMANCE OF ACTIONS DESCRIBED IN SECTION 40-15-602 (1)(a) OR
27	(1)(b) THE FOLLOWING APPLIES TO THE CLAIM OR CAUSE OF ACTION:

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

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1	APPRAISAL PERFORMED PURSUANT TO THIS SUBSECTION (3)(b).
2	(c) Any damages for any claims or causes of action to
3	WHICH SUBSECTION (1)(a) OF THIS SECTION APPLIES:
4	(I) ARE LIMITED TO THOSE DAMAGES THAT EXISTED AT THE TIME
5	THAT THE ELECTRIC UTILITY OR COMMERCIAL BROADBAND SUPPLIER FIRST
6	EXERCISED THE RIGHTS OR PERFORMED THE ACTIONS; AND
7	(II) SHALL NOT BE DEEMED TO CONTINUE, ACCRUE, OR
8	ACCUMULATE.
9	(d) WITH REGARD TO A CLAIM OR CAUSE OF ACTION TO WHICH
10	SUBSECTION (1)(a) OF THIS SECTION APPLIES:
11	(I) EXCEPT FOR AN ELECTRIC UTILITY'S OR COMMERCIAL
12	BROADBAND SUPPLIER'S FAILURE TO COMPLY WITH SECTION 40-15-602 (2).
13	NEGLIGENCE, OR WILLFUL MISCONDUCT, OR IN ACCORDANCE WITH THE
14	TERMS AND CONDITIONS OF A WRITTEN ELECTRIC EASEMENT AS THE TERMS
15	AND CONDITIONS APPLY IN ACCORDANCE WITH SECTION 40-15-602 (4), AND
16	INTEREST HOLDER IS NOT ENTITLED TO REIMBURSEMENT FROM AN
17	ELECTRIC UTILITY OR COMMERCIAL BROADBAND SUPPLIER FOR THE COST
18	OF ANY APPRAISAL, ATTORNEY FEES, OR AWARD FOR SPECIAL
19	CONSEQUENTIAL, INDIRECT, OR PUNITIVE DAMAGES.
20	(II) FOR PURPOSES OF THIS SUBSECTION (3)(d), ANY ACTION OR
21	FAILURE TO ACT BY AN ELECTRIC UTILITY OR COMMERCIAL BROADBAND
22	SUPPLIER IN FURTHERANCE OF THE ELECTRIC UTILITY'S OR COMMERCIAL
23	BROADBAND SUPPLIER'S EXERCISE OF RIGHTS SET FORTH IN SECTION
24	40-15-602 (1) SHALL NOT BE DEEMED NEGLIGENCE OR WILLFUL
25	MISCONDUCT.
26	(4) BY ACCEPTING A DAMAGE AWARD FOR ANY CLAIM OR CAUSE
27	OF ACTION TO WHICH SUBSECTION (1)(a) OF THIS SECTION APPLIES, AN

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1	INTEREST HOLDER SHALL BE DEEMED TO HAVE GRANTED AN INCREASE IN
2	THE SCOPE OF THE ELECTRIC EASEMENT, EQUAL IN DURATION TO THE TERM
3	OF THE ELECTRIC EASEMENT AND SUBJECT TO SECTION 40-15-602 (4), TO
4	THE EXTENT OF THE INTEREST HOLDER'S RIGHTS IN THE REAL PROPERTY,
5	FOR ALL OF THE USES OF THE REAL PROPERTY AND ACTIONS SET FORTH IN
6	<u>SECTION 40-15-602 (1).</u>
7	40-15-604. Electric utility obligations. (1) ANELECTRIC UTILITY
8	THAT EXERCISES ANY RIGHTS UNDER SECTION 40-15-602 (1)(a) OR (1)(b)
9	FOR THE PROVISION OF COMMERCIAL BROADBAND SERVICE SHALL:
10	(a) NOT DISCRIMINATE AMONG COMMERCIAL BROADBAND
11	SUPPLIERS, INCLUDING BROADBAND AFFILIATES, IN OFFERING OR
12	GRANTING RIGHTS TO INSTALL OR ATTACH ANY ATTACHED FACILITIES; OR
13	(b) Charge fees that are nondiscriminatory among
14	COMMERCIAL BROADBAND SUPPLIERS FOR A SUBSTANTIALLY SIMILAR
15	LEASE OR USE OF THE CAPACITY OF ATTACHED FACILITIES OWNED OR
16	CONTROLLED BY THE ELECTRIC UTILITY, BUT ONLY TO THE EXTENT AN
17	ELECTRIC UTILITY CHOOSES, IN ITS SOLE DISCRETION, TO OFFER THE LEASE
18	OR USE TO A PARTICULAR COMMERCIAL BROADBAND SUPPLIER.
19	(2) AN ELECTRIC UTILITY THAT HAS A BROADBAND AFFILIATE AND,
20	IF APPLICABLE, THE BROADBAND AFFILIATE SHALL:
21	(a) CHARGE JUST AND REASONABLE ATTACHMENT FEES,
22	INCLUDING RECURRING FEES, THAT ARE RELATED TO THE COSTS
23	ASSOCIATED WITH SUCH ATTACHMENTS, SUCH AS A JUST AND REASONABLE
24	SHARE OF THE CARRYING COSTS OF THE PER POLE INVESTMENT, INCLUDING
25	ONGOING MAINTENANCE OF THE POLE BASED ON THE PORTION OF THE
26	USABLE SPACE ON THE POLE OCCUPIED BY THE ATTACHMENT;
2.7	(b) PROVIDE ALL COMMERCIAL BROADBAND SUPPLIERS ACCESS TO

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1	ALL POLES AND SIMILAR SUPPORT STRUCTURES OWNED BY THE ELECTRIC
2	UTILITY OR BROADBAND AFFILIATE FOR THE PURPOSE OF ATTACHING
3	EQUIPMENT FOR THE PROVISION OF COMMERCIAL BROADBAND SERVICE.
4	Access provided in accordance with this subsection (2)(b) must
5	BE PROVIDED:
6	(I) ON A JUST, REASONABLE, AND NONDISCRIMINATORY BASIS; AND
7	(II) Under terms and conditions that are no less
8	FAVORABLE THAN THE TERMS AND CONDITIONS OFFERED TO BROADBAND
9	<u>AFFILIATES, INCLUDING TERMS AND CONDITIONS REGARDING APPLICATION</u>
10	REQUIREMENTS, TECHNICAL REQUIREMENTS, ELECTRIC LINEWORKER
11	HEALTH AND SAFETY REQUIREMENTS, ADMINISTRATIVE FEES, TIMELINES,
12	AND MAKE-READY REQUIREMENTS; AND
13	(c) Charge fees that are nondiscriminatory among
14	COMMERCIAL BROADBAND SUPPLIERS FOR A SUBSTANTIALLY SIMILAR
15	LEASE OR USE OF THE CAPACITY OF ATTACHED FACILITIES OWNED OR
16	CONTROLLED BY THE ELECTRIC UTILITY OR BROADBAND AFFILIATE AND
17	THAT ARE EQUAL TO OR LESS THAN THE FEES THAT THE ELECTRIC UTILITY
18	CHARGES TO ITS BROADBAND AFFILIATES, BUT ONLY TO THE EXTENT AN
19	ELECTRIC UTILITY OR BROADBAND AFFILIATE CHOOSES, IN ITS SOLE
20	DISCRETION, TO OFFER THE LEASE OR USE TO A PARTICULAR COMMERCIAL
21	BROADBAND SUPPLIER.
22	(3) SUBJECT TO THE REQUIREMENTS OF SUBSECTION (1) OF THIS
23	SECTION, NOTHING IN THIS SECTION REQUIRES AN ELECTRIC UTILITY TO
24	OFFER OR GRANT A RIGHT TO ACCESS OR USE AN ELECTRIC EASEMENT OR
25	TO USE ATTACHED FACILITIES OR ELECTRIC SERVICE INFRASTRUCTURE
26	OWNED OR CONTROLLED BY THE ELECTRIC UTILITY IN A MANNER THAT
27	WOULD MATERIALLY INTERFERE WITH THE ELECTRIC UTILITY'S

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1	CONSTRUCTION, MAINTENANCE, OR USE OF ANY ELECTRIC UTILITY
2	INFRASTRUCTURE FOR THE PROVISION OF ELECTRIC SERVICE.
3	(4) (a) AN ELECTRIC UTILITY WITH A BROADBAND AFFILIATE SHALL
4	NOT UNREASONABLY WITHHOLD AUTHORIZATION OR DELAY ITS DECISION
5	WHETHER TO PROVIDE AUTHORIZATION TO A COMMERCIAL BROADBAND
6	SUPPLIER TO INSTALL, MAINTAIN, OWN, OPERATE, OR USE THE
7	COMMERCIAL BROADBAND SUPPLIER'S ATTACHED FACILITIES ON ELECTRIC
8	SERVICE INFRASTRUCTURE OWNED OR CONTROLLED BY THE ELECTRIC
9	UTILITY. AN ELECTRIC UTILITY MAY ONLY WITHHOLD AUTHORIZATION
10	PURSUANT TO THIS SUBSECTION (4) IF THE REASON FOR WITHHOLDING
11	AUTHORIZATION IS THAT:
12	(I) THERE IS INSUFFICIENT CAPACITY FOR THE ATTACHED
13	FACILITIES; OR
14	(II) CONCERNS OF SAFETY OR RELIABILITY OR GENERALLY
15	APPLICABLE ENGINEERING PURPOSES WEIGH AGAINST GRANTING THE
16	AUTHORIZATION.
17	(b) An electric utility that withholds authorization
18	PURSUANT TO THIS SUBSECTION (4) SHALL PROMPTLY NOTIFY THE
19	COMMERCIAL BROADBAND SUPPLIER IN WRITING OF THE REASONS FOR
20	WITHHOLDING AUTHORIZATION.
21	(5) AN ELECTRIC UTILITY SHALL NOT DIRECTLY PROVIDE RETAIL
22	COMMERCIAL BROADBAND SERVICE BUT MAY CAUSE OR ALLOW A
23	BROADBAND AFFILIATE TO OFFER RETAIL COMMERCIAL BROADBAND
24	SERVICE. AS LONG AS AN ELECTRIC UTILITY MAINTAINS ITS EXCLUSIVE
25	RIGHT TO PROVIDE ELECTRIC SERVICE TO CUSTOMERS WITHIN ITS
26	EXCLUSIVE SERVICE TERRITORY, BOTH THE ELECTRIC UTILITY THAT HAS
27	A BROADBAND AFFILIATE AND THE BROADBAND AFFILIATE SHALL:

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1	(a) MAINTAIN OR CAUSE TO BE MAINTAINED AN ACCOUNTING
2	SYSTEM FOR THE BROADBAND AFFILIATE SEPARATE FROM THE ELECTRIC
3	UTILITY'S ACCOUNTING SYSTEM, USING GENERALLY ACCEPTED
4	ACCOUNTING PRINCIPLES OR ANOTHER REASONABLE AND CUSTOMARY
5	ALLOCATION METHOD;
6	(b) Cause a financial audit to be performed by an
7	INDEPENDENT CERTIFIED PUBLIC ACCOUNTANT, WITHIN TWO YEARS AFTER
8	COMMENCEMENT OF COMMERCIAL OPERATION OF RETAIL COMMERCIAL
9	BROADBAND SERVICE AND AT LEAST ONCE EVERY TWO YEARS
10	THEREAFTER, WITH RESPECT TO THE BROADBAND AFFILIATE'S PROVISION
11	OF COMMERCIAL BROADBAND SERVICE, INCLUDING AN AUDIT OF THE
12	ALLOCATION OF COSTS FOR PROPERTY AND SERVICES THAT ARE USED IN
13	BOTH THE PROVISION OF COMMERCIAL BROADBAND SERVICE AND THE
14	ELECTRIC UTILITY'S PROVISION OF ELECTRIC SERVICE; AND
15	(c) (I) NOT CAUSE OR ALLOW THE ELECTRIC UTILITY TO USE ITS
16	EXCLUSIVE RIGHT TO PROVIDE ELECTRIC SERVICES WITHIN ITS EXCLUSIVE
17	TERRITORY TO CROSS-SUBSIDIZE THE BROADBAND AFFILIATE OR ITS
18	PROVISION OF COMMERCIAL BROADBAND SERVICE, WHETHER BY
19	DISCRIMINATORY OR BELOW FAIR MARKET VALUE PRICING; PAYMENT OF
20	CAPITAL OR OPERATING COSTS PROPERLY CHARGED TO THE BROADBAND
21	AFFILIATE UNDER APPLICABLE ACCOUNTING RULES; OR USE OF ANY
22	REVENUE FROM OR SUBSIDY FOR THE PROVISION OF ELECTRIC SERVICE TO
23	PROVIDE COMMERCIAL BROADBAND SERVICE BELOW MARKET VALUE,
24	EXCEPT IN CONNECTION WITH THE ELECTRIC UTILITY'S PROVISION OF
25	ELECTRICITY.
26	(II) NOTHING IN THIS SUBSECTION (5)(c) PROHIBITS AN ELECTRIC
27	<u>UTILITY FROM:</u>

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1	(A) Entering into a transaction with a broadband
2	AFFILIATE ON TERMS AND CONDITIONS SUBSTANTIALLY SIMILAR TO THOSE
3	THAT WOULD BE AGREED TO BETWEEN TWO SIMILARLY SITUATED PARTIES
4	IN AN ARM'S LENGTH COMMERCIAL TRANSACTION;
5	(B) PROVIDING REDUCED-COST COMMERCIAL BROADBAND
6	SERVICE TO LOW-INCOME RETAIL CUSTOMERS; OR
7	(C) CONDUCTING AND FUNDING DUE DILIGENCE, OPERATIONAL
8	ANALYSIS, ENTITY SET-UP, AND ASSOCIATED NONCAPITAL EXPENDITURES
9	RELATING TO AND PRIOR TO THE ESTABLISHMENT OF A BROADBAND
10	AFFILIATE.
11	(6) Upon request of a commercial broadband supplier, an
12	ELECTRIC UTILITY AND ANY BROADBAND AFFILIATE SUBJECT TO THIS
13	SECTION SHALL CAUSE AN OFFICER OF THE ELECTRIC UTILITY AND AN
14	OFFICER OF THE BROADBAND AFFILIATE TO CERTIFY THAT THE ELECTRIC
15	UTILITY AND THE BROADBAND AFFILIATE, RESPECTIVELY, ARE IN
16	COMPLIANCE WITH THIS SECTION. IF A DISPUTE ARISES IN A COURT OF
17	COMPETENT JURISDICTION BETWEEN AN ELECTRIC UTILITY OR ITS
18	BROADBAND AFFILIATE AND AN UNAFFILIATED COMMERCIAL BROADBAND
19	<u>SUPPLIER:</u>
20	(a) REGARDING MATTERS ADDRESSED IN THIS PART 6, THE PARTIES
21	TO THE DISPUTE HAVE STANDING TO FILE A CLAIM OR CAUSE OF ACTION IN
22	ANY COURT OF COMPETENT JURISDICTION IN THE STATE; AND
23	(b) The following are discoverable and admissible as
24	EVIDENCE IN COURT REGARDING THE ELECTRIC UTILITY'S AND ITS
25	BROADBAND AFFILIATE'S COMPLIANCE WITH THIS SECTION:
26	(I) ANY CERTIFICATION REQUESTED AND PRODUCED PURSUANT TO
27	THIS SUBSECTION (6);

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1	(II) THE TERMS AND CONDITIONS APPLIED TO THE ELECTRIC
2	UTILITY'S OR BROADBAND AFFILIATE'S OFFER TO OR GRANT OF A RIGHT TO
3	THE UNAFFILIATED COMMERCIAL BROADBAND SUPPLIER TO INSTALL,
4	MAINTAIN, OWN, OPERATE, OR USE ATTACHED FACILITIES; AND
5	(III) Any audit required to be performed pursuant to
6	SUBSECTION (5) OF THIS SECTION.
7	(7) NOTWITHSTANDING ANY PROVISION OF THIS PART 6 TO THE
8	CONTRARY, AN ELECTRIC UTILITY THAT IS SUBJECT TO REGULATION UNDER
9	47 U.S.C. SEC. 224, AS AMENDED, AND THE FCC REGULATIONS
10	PROMULGATED PURSUANT TO THAT FEDERAL LAW, IS NOT SUBJECT TO THIS
11	SECTION.
12	(8) NOTHING IN THIS PART 6:
13	(a) SUBJECTS AN ELECTRIC UTILITY TO REGULATION BY THE FCC;
14	(b) Constitutes an exercise of, or an obligation or
15	INTENTION TO EXERCISE, THE RIGHT OF THE STATE UNDER 47 U.S.C. SEC.
16	224 (c) TO REGULATE THE RATES, TERMS, AND CONDITIONS FOR POLE
17	ATTACHMENTS, AS DEFINED IN 47 U.S.C. SEC. 224 (a)(4); OR
18	(c) Constitutes a certification, or an obligation or
19	INTENTION TO CERTIFY, TO THE FCC UNDER 47 U.S.C. SEC. 224.
20	SECTION 2. In Colorado Revised Statutes, amend 38-4-103 as
21	<u>follows:</u>
22	38-4-103. Electric power companies. (1) Any foreign or
23	domestic corporation organized or chartered for the purpose, among other
24	things, of conducting and maintaining electric power transmission lines
25	for providing power or light by means of electricity for hire shall have
26	HAS a right-of-way for the construction, operation, and maintenance of
27	such electric power transmission lines through any patented or unpatented

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1	mine or mining claim or other land without the consent of the owner
2	thereof of the patented or unpatented mine or mining claim or
3	OTHER LAND, if such THE right-of-way is necessary for the purposes
4	proposed.
5	(2) AN ELECTRIC UTILITY, AS DEFINED IN SECTION 40-15-601 (6),
6	EXERCISING ITS RIGHTS UNDER SUBSECTION (1) OF THIS SECTION MAY, IN
7	ACCORDANCE WITH PART 6 OF ARTICLE 15 OF TITLE 40:
8	(a) Install or allow the installation of any attached
9	FACILITY, AS THAT TERM IS DEFINED IN SECTION 40-15-601 (1); AND
10	(b) EXERCISE ANY RIGHTS AVAILABLE TO THE ELECTRIC UTILITY
11	UNDER PART 6 OF ARTICLE 15 OF TITLE 40 IN CONNECTION WITH THE
12	<u>INSTALLATION.</u>
13	SECTION 3. In Colorado Revised Statutes, amend 38-5-103 as
14	<u>follows:</u>
15	38-5-103. Power of companies to contract. (1) Such AN
16	electric, light power, gas, or pipeline company or such A city, or town,
17	shall have power to COUNTY, CITY AND COUNTY, SPECIAL DISTRICT, OR
18	OTHER LOCAL GOVERNMENT MAY contract with any person or corporation,
19	the owner of any lands LAND or any franchise, easement, or interest
20	therein ON THE LAND over or under which the A line of electric light wire,
21	power, or pipeline is proposed to be laid or created for the right-of-way
22	for the construction, maintenance, and operation of its electric light wires,
23	pipes, poles, regulator stations, substations, or other property and for the
24	erection, maintenance, occupation, and operation of offices at suitable
25	distances for the public accommodation.
26	(2) AN ELECTRIC UTILITY, AS DEFINED IN SECTION 40-15-601 (6),
27	EXERCISING ITS RIGHTS UNDER SUBSECTION (1) OF THIS SECTION MAY, IN

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1	ACCORDANCE WITH PART 6 OF ARTICLE 15 OF TITLE 40, INSTALL OR ALLOW
2	THE INSTALLATION OF ANY ATTACHED FACILITY FOR COMMERCIAL
3	BROADBAND SERVICE, AS THOSE TERMS ARE DEFINED IN SECTION
4	40-15-601 (1) AND (3), RESPECTIVELY.
5	SECTION 4. Act subject to petition - effective date. This act
6	takes effect at 12:01 a.m. on the day following the expiration of the
7	ninety-day period after final adjournment of the general assembly (August
8	2, 2019, if adjournment sine die is on May 3, 2019); except that, if a
9	referendum petition is filed pursuant to section 1 (3) of article V of the
10	state constitution against this act or an item, section, or part of this act
11	within such period, then the act, item, section, or part will not take effect
12	unless approved by the people at the general election to be held in
13	November 2020 and, in such case, will take effect on the date of the
14	official declaration of the vote thereon by the governor.

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