

FINAL FISCAL NOTE

Nonpartisan Services for Colorado's Legislature

LLS 18-0495 Date: September 6, 2018 **Drafting Number:** Bill Status: Signed into Law **Prime Sponsors:** Rep. Catlin; McLachlan

Fiscal Analyst: Erin Reynolds | 303-866-4146 Sen. Coram

Erin.Reynolds@state.co.us

BROADBAND DEPLOYMENT LEVEL PLAYING FIELD Bill Topic: Summary of □ State Revenue □ TABOR Refund State Expenditure (potential, minimal) □ Local Government **Fiscal Impact:** □ State Transfer □ Statutory Public Entity This bill requires the Broadband Deployment Board to consider new criteria related to speed and cost when telecommunication companies execute a first right of refusal for a competitor's broadband grant application. It may create a minimal, one-time workload impact. **Appropriation** No appropriation is required.

Summary:

Fiscal Note Status:

This fiscal note reflects the enacted bill.

Summary of Legislation

Under current law, the Broadband Deployment Board in the Department of Regulatory Agencies (DORA) must allow an incumbent telecommunications provider in an unserved area the right of first refusal when another provider applies for grant funding from the board to deploy broadband in the incumbent's area.

This bill requires the board to include in its criteria for first right of refusal that the incumbent prove that its speed and cost is equal to or less than the applicant's, specifically that the incumbent:

- demonstrate downstream and upstream speeds equal to or faster than those indicated in the applicant's proposed project, and
- provide the service at a cost per area household that is equal to or less than the applicant's.

State Expenditures

If the Broadband Deployment Board or the Public Utilities Commission in DORA perform rulemaking to codify the criteria outlined in the bill, these agencies will have a minimal, one-time workload increase.

HB 18-1099

Effective Date

The bill was signed into law by the Governor on April 2, 2018, and took effect on August 8, 2018. It applies to applications submitted on or after this date.

State and Local Government Contacts

Counties Economic Development Governor Information Technology Law Local Affairs Municipalities Regulatory Agencies