Amendment No. 1

COMMITTEE/SUBCOMMI ADOPTED	(Y/N)
ADOPTED AS AMENDED	(Y/N)
ADOPTED W/O OBJECTION	(Y/N)
FAILED TO ADOPT	(Y/N)
WITHDRAWN	(Y/N)
OTHER	

Committee/Subcommittee hearing bill: Commerce Committee Representative Tomkow offered the following:

3

1 2

## Amendment (with title amendment)

5

Remove everything after the enacting clause and insert: Section 1. This act may be cited as the "Florida Broadband

7

Deployment Act of 2021."

8

Section 2. Part XV of chapter 288, Florida Statutes, consisting of sections 288.9961, 288.9962, and 288.9963 is created and entitled "Florida Office of Broadband."

11 12

10

Section 3. Section 364.0135, Florida Statutes, is transferred, renumbered as section 288.9961, Florida Statutes, and amended to read:

1314

 $\underline{288.9961}$   $\underline{364.0135}$  Promotion of broadband adoption; Florida Office of Broadband.—

1516

(1) LEGISLATIVE FINDINGS.—The Legislature finds that the

341749 - h1239-strike.docx

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

36

37

38

3940

41

sustainable adoption of broadband Internet service is critical to the economic and business development of <u>this</u> the state and is beneficial for libraries, schools, colleges and universities, health care providers, and community organizations.

- (2) DEFINITIONS.—As used in this <u>part</u>, <u>unless otherwise</u> specified <del>section</del>, the term:
- (a) "Broadband Internet service" means any service that provides access to the Internet with a capacity for transmission at a consistent speed of at least 25 megabits per second download and 3 megabits per second upload.
- (b) (a) "Department" means the Department of Economic Opportunity.
- (c) "Deployed" means that a provider meets either of the following:
- 1. Currently provides broadband Internet service in a specific geographic area; or
- 2. Is able to provide broadband Internet service in a specific geographic area to a customer that requests that service not later than 30 days after the customer requests installation of that service and without an extraordinary commitment of resources or construction charges or fees exceeding an ordinary service activation fee. The 30-day time period shall be extended to 60 days if permits are needed before the broadband Internet service is installed and activated.

(d) (b) "Office" means the Florida Office of Broadband.

341749 - h1239-strike.docx

- <u>(e) (e)</u> "Sustainable adoption" means the ability for communications service providers to offer broadband <u>Internet</u> services in all areas of <u>this</u> the state by encouraging adoption and utilization levels that allow for these services to be offered in the free market absent the need for governmental subsidy.
- (d) "Underserved" means a geographic area of the state in which there is no provider of broadband Internet service that offers a connection to the Internet with a capacity for transmission at a consistent speed of at least 10 megabits per second downstream and at least 1 megabit per second upstream.
- (f) "Unserved" means a geographic area of the state in which broadband Internet service is not deployed.
- (3) STATE AGENCY.—The department is designated as the lead state agency to facilitate the expansion of broadband Internet service in this the state. The department shall work collaboratively with private businesses and receive staffing support and other resources from Enterprise Florida, Inc., state agencies, local governments, and community organizations.
- (4) FLORIDA OFFICE OF BROADBAND.—The Florida Office of Broadband is created within the Division of Community Development in the department for the purpose of developing, marketing, and promoting broadband Internet services in <a href="this the">this the</a> state. The office, in the performance of its duties, shall do all of the following:

341749 - h1239-strike.docx

68

69

70

71

72

73

74

75

76

77

78

79

80

81

82

83

84

85

86

87

88

8990

91

- (a) Create a strategic plan that has goals and strategies for increasing the use of broadband Internet service in  $\underline{\text{this}}$  the state. The plan must include a process to review and verify public input regarding transmission speeds and availability of broadband Internet service throughout the state.
- Build and facilitate local technology planning teams or partnerships with members representing cross-sections of the community, which may include, but are not limited to, representatives from the following organizations and industries: libraries, K-12 education, colleges and universities, local health care providers, private businesses, community organizations, economic development organizations, local governments, tourism, parks and recreation, and agriculture. These local technology planning teams shall work with rural communities to help the communities determine their current broadband Internet service availability, locate unserved and underserved customers, identify assets relevant to broadband deployment, build partnerships with broadband Internet service providers, and identify opportunities to leverage assets and reduce barriers to the deployment of public and private broadband Internet service in the community. The teams or partnerships must be proactive in fiscally constrained counties in identifying and providing assistance with applying for federal grants for broadband Internet service.
  - (c) Encourage the use of broadband Internet service,

341749 - h1239-strike.docx

especially in the rural  $\underline{\text{or}}_{7}$  unserved, or underserved communities of the state through grant programs having effective strategies to facilitate the statewide deployment of broadband Internet service. For any grants to be awarded, priority must be given to projects that:

- 1. Provide access to broadband education, awareness, training, access, equipment, and support to libraries, schools, colleges and universities, health care providers, and community support organizations.
- 2. Encourage the sustainable adoption of broadband <a href="Internet service">Internet service</a> in primarily <a href="unserved">unserved</a> underserved areas by removing barriers to entry.
- 3. Work toward encouraging investments in establishing affordable and sustainable broadband Internet service in  $\underline{\text{unserved underserved}} \text{ areas of } \underline{\text{this}} \text{ the state.}$
- 4. Facilitate the development of applications, programs, and services, including, but not limited to, telework, telemedicine, and e-learning to increase the usage of, and demand for, broadband Internet service in this the state.
- (d) Monitor, participate in, and provide input in proceedings of the Federal Communications Commission and other federal agencies related to the geographic availability and deployment of broadband Internet service in the state as necessary to ensure that this information is accurately presented and that rural  $\underline{or}_{\tau}$  unserved, and underserved areas of

341749 - h1239-strike.docx

120

121

124

125

126127

128

129

130

131

132

133

134

135

136

137

138

139

140

141

L17	the	state	are	best	positioned	to	benefit	from	federal	and	state
18	bro	adband	dep.	loymer	nt programs	•					

- (e) Administer the Broadband Opportunity Program established in s. 288.9962.
  - (5) ADMINISTRATION.—The department may:
- 122 (a) Apply for and accept federal funds for purposes of this section.
  - (b) Enter into contracts necessary or useful to carry out the purposes of this section.
  - (c) Establish any committee or workgroup to administer and carry out the purposes of this section.
    - (d) Adopt rules to implement this part.
  - Section 4. Section 288.9962, Florida Statutes, is created to read:

### 288.9962 Broadband Opportunity Program.-

- (1) The Broadband Opportunity Program is established within the office to award grants to applicants who seek to expand broadband Internet service to unserved areas of this state. The office must administer and act as fiscal agent for the program and is responsible for receiving and reviewing applications and awarding grants.
- (2) Subject to appropriation, grants shall be awarded under this section to fund the installation or deployment of infrastructure that supports the provision of broadband Internet service. State funds may not be used to install or deploy

341749 - h1239-strike.docx

142	broadband Internet service to a geographic area in which
143	broadband Internet service is already deployed by at least one
144	provider.
145	(3) Applicants eligible for grant awards include:
146	(a) Corporations, nonprofit corporations, limited
147	liability companies, general partnerships, and limited
148	partnerships that are organized under the laws of this state or
149	otherwise authorized to transact business in this state.
150	(b) Political subdivisions.
151	(c) Indian tribes.
152	(4) The office may not award, directly or indirectly,
153	grants under this section to a governmental entity or an
154	educational institution or affiliate to provide broadband
155	Internet service to any residential or commercial premises,
156	unless other broadband Internet service providers have not
157	deployed service to an unserved area.
158	(5) An eligible applicant shall submit a grant application
159	to the office on a form prescribed by the office. A grant
160	application must include the following information:
161	(a) A description of the project area.
162	(b) A description of the kind and amount of broadband
163	Internet service infrastructure that is proposed.
164	(c) Evidence demonstrating the unserved nature of the
165	project area.

341749 - h1239-strike.docx

166

Published On: 4/18/2021 9:07:39 PM

(d) The number of households and businesses that would

167	have	access	to	broadband	Internet	service	as	а	result	of	the
168	gran	t.									

- (e) A list of significant community institutions that would benefit from the grant.
- (f) The total cost of the project and the timeframe in which it would be completed.
- (g) A list identifying sources of funding or in-kind contributions that would supplement any awarded grant.
  - (h) Any other information required by the office.
- (6) (a) At least 30 days before the first day grant applications may be submitted each fiscal year, the office shall publish on its website the specific criteria and quantitative scoring system it will use to evaluate or rank grant applications. Such criteria and quantitative scoring system must include the criteria set forth in subsection (8).
- (b) Within 3 business days after the close of the grant application process, the office shall publish on its website, from each grant application submitted, the proposed unserved areas to be served and the proposed broadband Internet speeds of the areas to be served.
- (c) A broadband Internet service provider that provides existing service in or adjacent to a proposed project area may submit to the office, within 45 days after publication of the information under paragraph (b), a written challenge to an application. The challenge shall contain information

341749 - h1239 - strike.docx

demonstrating	that:

- 1. The provider currently has deployed broadband Internet service to retail customers within the project area;
- 2. The provider has begun construction to provide broadband Internet service to retail customers within the proposed project area within the timeframe proposed by the applicant; or
- 3. The provider commits to providing broadband Internet service to retail customers within the proposed project area within the timeframe proposed by the applicant.
- (d) Within 3 business days after the submission of a written challenge, the office shall notify the applicant, in writing, of the challenge.
- (e) The office shall evaluate each challenge submitted under this subsection. If the office determines that the provider currently has deployed, has begun construction to provide, or commits to provide broadband Internet service in the proposed project area, the office may not fund the challenged project.
- result of a broadband Internet service provider's challenge and the provider does not fulfill its commitment to provide broadband Internet service in the unserved area, the office may not consider another challenge from the provider for the next two grant application cycles, unless the office determines that

341749 - h1239-strike.docx

217	the failure to fulfill the commitment was due to circumstances
218	beyond the provider's control.
219	(7)(a) In evaluating grant applications and awarding
220	grants, the office must give priority to applications that:
221	1. Offer broadband Internet service to important community
222	institutions, including, but not limited to, libraries,
223	educational institutions, public safety facilities, and health
224	care facilities;
225	2. Facilitate the use of telemedicine and electronic
226	health records;
227	3. Serve economically distressed areas of the state, as
228	measured by indices of unemployment, poverty, or population loss
229	that are significantly greater than the statewide average;
230	4. Provide for scalability to transmission speeds of at
231	least 100 megabits per second download and 10 megabits per
232	second upload;
233	5. Include a component to actively promote the adoption of
234	the newly available broadband Internet service in the community;
235	6. Provide evidence of strong support for the project from
236	citizens, government, businesses, and institutions in the
237	<pre>community;</pre>
238	7. Provide access to broadband Internet service to the
239	greatest number of unserved households and businesses;
240	8. Leverage greater amounts of funding for a project from

341749 - h1239-strike.docx

private sources; or

241

242		9.	Demonstrate	consistency	with	the	strategic	plan	adopted
243	under	S.	288.9961.						

- (b) The office must endeavor to award grants to qualified applications serving all regions of the state.
- (8) (a) The office may not award any grant to an otherwise eligible grant applicant to provide broadband Internet service in a project area for which any other federal funding has been awarded.
- (b) A grant awarded under this section may not be used to serve any retail end user that already has access to broadband Internet service.
- (c) A grant awarded under this section, when combined with any state or local funds, may not fund more than 50 percent of the total cost of a project.
- (d) A single project may not be awarded a grant in excess of \$5 million.
- (9) For each grant awarded, the office shall enter into an agreement with the applicant. The agreement must specify the total amount of the grant, performance conditions that must be met to obtain the grant, the schedule of payment, and sanctions that would apply for failure to meet performance conditions, including, but not limited to, requiring the return of grant funds.
- (10) By January 1, 2023, and each year thereafter, the office shall publish on its website and provide to the Governor,

341749 - h1239-strike.docx

267	the	President	of	the	Senate,	and	the	Speaker	of	the	House	of
268	Rep	resentative	es:									

- (a) A list of all grant applications received during the previous fiscal year and for each application:
- 1. The results of any quantitative weighting or scoring system the office used to award grants or rank the applications.
  - 2. The grant amounts requested.
  - 3. The grant amounts awarded, if any.
- 4. A report on the progress of each grant recipient in acquiring and installing infrastructure that supports the provision of broadband Internet service in the project areas for which that grant was awarded and in securing adoption of such service in each project area.
- (b) All written challenges filed during the previous year and the results of those challenges.
- Section 5. Section 288.9963, Florida Statutes, is created to read:
- 288.9963 Attachment of broadband facilities to municipal electric utility poles.--
- (1) The Legislature finds that there is a need for increased availability of broadband Internet access throughout the state, particularly in areas where citizens do not have access to acceptable Internet download and upload speeds, or any access at all. The lack of Internet connectivity and widespread broadband availability is detrimental to the growth of the

341749 - h1239-strike.docx

economy, access to telehealth, and educational opportunities.

The federal government has provided vast resources for private

cable and other broadband providers to expand the deployment of

broadband Internet infrastructure in areas where Internet access

and broadband Internet services are inadequate or non-existent.

- (2) As used in this section, the term:
- (a) "Broadband provider" means a person or entity who provides fixed broadband Internet service.
- (b) "Broadband service" means a service that provides high speed access to the Internet at a rate of at least 25 megabits per second in the downstream direction and at least 3 megabits per second in the upstream direction.
- (c) "Safety and reliability standards" includes all applicable engineering, reliability, and safety standards governing the installation, maintenance, and operation of facilities and poles and the performance of all work in and around electric utility facilities, including particular utility standards made available to a broadband provider, and shall include the most current versions of the National Electric Safety Code, the National Electric Code, and the regulations of the Occupational Safety and Health Administration, and other reasonable non-discriminatory safety and engineering requirements, including, but not limited to requirements addressing overloading of electric utility facilities.

341749 - h1239-strike.docx

	(d)	J‴	Jndei	rse:	rvec	d" m	eans	the	re i	s no	r	etai	1 .	acces	s to	the
Inter	net	at	spe	eds	of	at	least	25	meg	abit	.s	per	se	conds	for	
downl	oadi	ng	and	3 1	mega	abit	s per	r sed	cond	for	ı u	ploa	adi	ng.		

- (e) "Unserved" means that there is no retail access to the Internet at speeds of at least 10 megabits per seconds for downloading and 1 megabits per second for uploading.
- (f) "Wireline attachment" means a wire or cable and associated equipment affixed to a utility pole in the communications space of the pole.
- (3) After July 1, 2021, a broadband provider shall receive a promotional rate of \$1 per wireline attachment per pole per year for any new attachment necessary to make broadband service available to an unserved or underserved end user within a municipal electric system service territory for the time period specified herein.
- (a) A broadband provider who wishes to make wireline attachments subject to the promotional rate shall submit an application, including a route map, to the municipal electric utility specifying which wireline attachments on which utility poles are necessary to extend broadband service to unserved and underserved end users and therefore qualify for the promotional rate set forth herein, together with such information necessary to identify which unserved or underserved end users within the municipal electric utility's service territory will gain access

341749 - h1239-strike.docx

to broadband service as a result. A copy of such application and plan shall also be submitted simultaneously to the Office.

- (b) A municipal electric utility shall report to the Office which attachments on which utility poles were made available to broadband providers subject to the promotional rate, together with any information available to it regarding which of its municipal electric utility customers do and do not have access to broadband service and whether they are unserved or underserved.
- (c) A broadband provider who makes application to attach under the promotional rate shall make all reasonable efforts to make broadband service available to the unserved or underserved municipal electric utility customers identified in the application. If a broadband provider fails to make broadband service available to those customers within twelve months, it may be required to pay the prevailing rate for those attachments that failed to make broadband service available to the intended customers.
- (d) Except to the extent provided in this section, wireline attachments which are subject to the promotional rate shall conform to all other terms and conditions of existing pole attachment agreements between the broadband provider and the municipal electric utility. If no such agreement exists, the parties shall have 90 days to enter into a pole attachment agreement for all other terms and conditions of attachment.

341749 - h1239-strike.docx

- (e) The promotional rate of \$1 per wireline attachment per pole per year shall apply to all pole attachments made pursuant to this section until July 1, 2024.
- (4) All wireline attachments must comply with safety and reliability standards; provided, however, wireline attachments and their replacements, which complied with safety and reliability standards when installed, need not be modified to comply with new requirements except as may be necessary for safety reasons, as reasonably determined by the municipal electric utility.
- replace a utility pole due to a broadband provider's attachment, the municipal electric utility may require, as a condition to pole attachment, that the broadband provider reimburse all reasonable and nondiscriminatory costs attributable solely to the new attachment minus the salvage value of the removed pole, if positive. The municipal electric utility may not require a utility pole to be replaced to accommodate a broadband provider's attachment except where necessary to comply with applicable engineering and safety standards. With respect to such replacement poles, if the replacement is necessary to correct an existing violation, or to bring the pole into compliance with any changes in applicable standards, or because the pole is at the end of its useful life, such replacement cost shall not be charged to the broadband provider. As used in this

341749 - h1239-strike.docx

Amendment No. 1

subsection,	"useful life"	means not l	ess than 30.	years for woo	)d
utility pole	es and 50 year	s for concre	ete, steel,	ductile iron,	
and all other	er utility pol	.es.		_	

(6) No municipal electric system may increase the fees charged to broadband providers for pole attachments as of the effective date of this act prior to July 31, 2022.

Section 6. This act shall take effect July 1, 2021.

## -----

#### TITLE AMENDMENT

Remove everything before the enacting clause and insert:
An act relating to broadband Internet deployment; creating pt.
XV of ch. 288, F.S.; relating to the Florida Office of
Broadband; transferring, renumbering, and amending s. 364.0135,
F.S.; revising and providing definitions relating to broadband
Internet service; revising duties of the Florida Office of
Broadband; providing rulemaking authority; creating s. 288.9962,
F.S.; creating the Broadband Opportunity Program within the
Department of Economic Opportunity; providing for administration
of the program; providing requirements for grant awards;
providing eligibility requirements; providing application
requirements; requiring the publication of certain information
related to grant applications and grant awards on a website;
authorizing grant applications to be challenged under certain
circumstances; specifying contents of a challenge; providing

341749 - h1239-strike.docx

# COMMITTEE/SUBCOMMITTEE AMENDMENT Bill No. CS/HB 1239 (2021)

#### Amendment No. 1

procedures to be used by the office in evaluating challenges; providing direction for prioritizing grant funding; specifying conditions for the award of grants; requiring that office to enter into an agreement containing specified information with each grant recipient; requiring the office to publish specified information annually on its website; requiring specified information to be delivered to the Governor and Legislature; creating s. 288.9963, F.S.; providing legislative findings; providing definitions; establishing a promotional rate and related terms for certain attachments of broadband facilities to municipal electric utility poles; establishing cost responsibility for replacement utility poles in certain circumstances; providing an effective date.

341749 - h1239-strike.docx