

Substitute Bill No. 846

January Session, 2019



AN ACT CONCERNING THE MUNICIPAL GAIN, THE PREPARATION OF UTILITY POLES AND ENTERPRISE FUNDS FOR MUNICIPAL BROADBAND SERVICES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Section 16-233 of the general statutes is repealed and the
- 2 following is substituted in lieu thereof (*Effective from passage*):
- 3 Each town, city, borough, fire district or the Department of
- 4 Transportation shall have the right to occupy and use for any purpose,
- 5 including, but not limited to, the provision of broadband Internet
- 6 service by any town, city or borough to the public in such town, city or
- 7 borough, either directly or through commercial arrangements with
- 8 third parties, without payment therefor, one gain upon each public
- 9 utility pole or in each underground communications duct system
- installed by a public service company within the limits of any such
- 11 town, city, borough or district, provided, if a town, city or borough
- 12 sells its right to occupy and use to a third party, private, for profit
- 13 company, such company shall pay any public utility pole
- administration or attachment fees that would apply if such company
- 15 <u>were not using the gain pursuant to this section</u>. The location or
- 16 relocation of any such gain shall be prescribed by the Public Utilities
- 17 Regulatory Authority. Any such gain shall be reserved for use by the
- 18 town, city, borough, fire district or the Department of Transportation.

- 19 Sec. 2. (NEW) (*Effective from passage*) (a) As used in this section:
- 20 (1) "Make-ready" means the modification or replacement of a utility 21 pole, or of the lines or equipment on the utility pole, to accommodate 22 additional facilities on the pole;
 - (2) "One-touch make-ready" means make-ready in which the person attaching new equipment to a utility pole performs all of the make-ready work; and
 - (3) "Overlashing" means placing new attachments over existing public utility pole attachments.
 - (b) On or before December 31, 2019, the Public Utilities Regulatory Authority shall adopt regulations, in accordance with chapter 54 of the general statutes, setting forth the process for public utility pole attachments, including, but not limited to, 5G and fiber wires for highspeed broadband Internet infrastructure. Such regulations shall include the following: (1) Provisions to require one-touch make-ready processes for public utility poles that are consistent with any standards adopted by the Federal Communications Commission and reduce the number of entities that rearrange wires for make-ready in the communication gain on a public utility pole to make room for a new pole attachment to one entity; (2) provisions to require expedited overlashing procedures for adding new wires to existing public utility pole attachments that are consistent with any standards adopted by the Federal Communications Commission and that allow overlashing without first seeking the approval of the owner of the public utility pole but require the public utility pole owner to receive reasonable advance notice of such overlashing; (3) provisions to require the timely development and implementation of a Connecticut Utility Pole Database that is approved by the authority and contains information about the status of and attachments present on each public utility pole in the state; and (4) provisions to require proposed attachments to public utility poles to be installed on a nondiscriminatory basis within ninety days of the filing of an application with a public utility pole

23

24

25

26

27

28

29

30

31

32

33

34

35

36

37

38

39

40

41

42

43

44

45

46

47

48

49

50

- owner, unless there is a demonstrated safety issue on the pole that
- 52 would be materially exacerbated by a new attachment and provisions
- 53 for the enforcement of such requirement.
- Sec. 3. Subdivision (2) of subsection (c) of section 7-148 of the
- 55 general statutes is repealed and the following is substituted in lieu
- 56 thereof (*Effective October 1, 2019*):
- 57 (2) (A) Establish and maintain a budget system;
- 58 (B) Assess, levy and collect taxes for general or special purposes on
- 59 all property, subjects or objects which may be lawfully taxed, and
- 60 regulate the mode of assessment and collection of taxes and
- assessments not otherwise provided for, including establishment of a
- 62 procedure for the withholding of approval of building application
- 63 when taxes or water or sewer rates, charges or assessments imposed
- by the municipality are delinquent for the property for which an
- 65 application was made;
- 66 (C) Make appropriations for the support of the municipality and
- 67 pay its debts;
- (D) Make appropriations for the purpose of meeting a public
- 69 emergency threatening the lives, health or property of citizens,
- 70 provided such appropriations shall require a favorable vote of at least
- 71 two-thirds of the entire membership of the legislative body or, when
- 72 the legislative body is the town meeting, at least two-thirds of those
- 73 present and voting;
- 74 (E) Make appropriations to military organizations, hospitals, health
- 75 care facilities, public health nursing organizations, nonprofit museums
- 76 and libraries, organizations providing drug abuse and dependency
- 77 programs and any other private organization performing a public
- 78 function;
- 79 (F) Provide for the manner in which contracts involving unusual
- 80 expenditures shall be made;

- (G) When not specifically prescribed by general statute or by charter, prescribe the form of proceedings and mode of assessing benefits and appraising damages in taking land for public use, or in making public improvements to be paid for, in whole or in part, by special assessments, and prescribe the manner in which all benefits assessed shall be collected;
- 87 (H) Provide for the bonding of municipal officials or employees by 88 requiring the furnishing of such bond, conditioned upon honesty or 89 faithful performance of duty and determine the amount, form, and 90 sufficiency of the sureties thereof;
 - (I) Regulate the method of borrowing money for any purpose for which taxes may be levied and borrow on the faith and credit of the municipality for such general or special purposes and to such extent as is authorized by general statute;
 - (J) Provide for the temporary borrowing of money;
 - (K) Create a sinking fund or funds or a trust fund or funds or other special funds, including funds which do not lapse at the end of the municipal fiscal year;
- 99 (L) Provide for the assignment of municipal tax liens on real 100 property to the extent authorized by general statute;
- 101 (M) Establish and administer a separate nonlapsing enterprise fund 102 to be known as an "Enterprise Fund for Municipal Broadband 103 Services". All revenues received by a municipality with respect to the 104 use, operation and management of municipal broadband services, 105 including any General Fund appropriation or other moneys received 106 from federal, state, municipal and private sources for purposes of 107 providing municipal broadband services, shall be deposited to the 108 credit of such fund. Earnings on investments of amounts on deposit in 109 the Enterprise Fund for Municipal Broadband Services shall be 110 retained in and used for purposes of such fund. A municipality is 111 authorized to pay, and the resources of such fund shall be available for

81

82

83

84

85

86

91

92

93

94

95

96

97

98

and applied to, the costs and expenses of providing municipal

113 <u>broadband services;</u>

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	from passage	16-233
Sec. 2	from passage	New section
Sec. 3	October 1, 2019	7-148(c)(2)

ET Joint Favorable Subst.