## **HOUSE BILL No. 1297**

### DIGEST OF INTRODUCED BILL

Citations Affected: IC 8-1-33.

**Synopsis:** Broadband development program. Defines "unserved area" for purposes of the state broadband development program as an area that does not have access to the minimum speed thresholds for broadband services, and replaces the term "underserved area" with "unserved area". Changes the minimum speed threshold for broadband services to be consistent with the minimum broadband speeds set by the Federal Communications Commission. (Current law sets the minimum speed threshold at 384 kilobits per second in at least one direction.)

Effective: July 1, 2018.

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January 11, 2018, read first time and referred to Committee on Utilities, Energy and Telecommunications.



#### Second Regular Session of the 120th General Assembly (2018)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2017 Regular Session of the General Assembly.

## **HOUSE BILL No. 1297**

A BILL FOR AN ACT to amend the Indiana Code concerning utilities.

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

SECT	N 1.	IC	8-1-33-1,	AS AI	DDED B	Y P.	L.235-2	005,
SECTIO	105,	IS	AMEND:	ED TO	READ	AS	FOLLO	)WS
[EFFECT	/E JUI	LY 1,	2018]: Se	ec. 1. (a)	The gene	ral ass	embly f	inds
that certa	areas	of I	ndiana ar	e not bei	ng adequ	ately	served	with
broadban	service	s.						

- (b) The general assembly declares that it is a valid public purpose for the Indiana finance authority to issue bonds and notes, and loan the proceeds of those bonds and notes to the program, so that the authority may provide for financing or refinancing to broadband developers and broadband operators serving underserved unserved areas.
- SECTION 2. IC 8-1-33-2, AS ADDED BY P.L.235-2005, SECTION 105, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2018]: Sec. 2. As used in this chapter, "affordable broadband services" means broadband services that are available at a price reasonably comparable to the price charged for broadband services in an area that is not an underserved unserved area.
- SECTION 3. IC 8-1-33-6, AS ADDED BY P.L.235-2005,



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SECTION 105, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2018]: Sec. 6. As used in this chapter, "broadband infrastructure" includes all facilities, hardware, and software and other intellectual property used for and necessary to provide broadband services in underserved unserved areas of Indiana, including voice, video, and data.

SECTION 4. IC 8-1-33-8, AS AMENDED BY P.L.152-2009, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2018]: Sec. 8. As used in this chapter, "broadband services" includes services, including voice, video, and data, that provide capacity for transmission of more than three hundred eighty-four (384) kilobits per second in at least one (1) direction at the minimum broadband speeds set by the Federal Communications Commission, regardless of the technology or medium used, including wireless, copper wire, fiber optic cable, or coaxial cable. If voice transmission capacity is offered in conjunction with other services using transmission of more than three hundred eighty-four (384) kilobits per second, at the minimum broadband speeds set by the Federal Communications Commission, the voice transmission capacity may be less than three hundred eighty-four (384) kilobits per second. the minimum broadband speeds set by the Federal Communications Commission. The authority shall annually reconsider the three hundred eighty-four (384) kilobits threshold under this section with a bias toward raising the threshold in a manner consistent with technological advances.

SECTION 5. IC 8-1-33-13, AS AMENDED BY P.L.27-2006, SECTION 57, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2018]: Sec. 13. As used in this chapter, "underserved "unserved area" means an area within Indiana that the authority determines is not being adequately served with broadband service. does not have access to broadband services.

SECTION 6. IC 8-1-33-15, AS ADDED BY P.L.235-2005, SECTION 105, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2018]: Sec. 15. (a) The Indiana broadband development program is established in order to encourage the provision of affordable broadband services and networks that will:

- (1) ensure the long term growth of and the enhancement and delivery of services by the business, educational, medical, commercial, nonprofit, and governmental entities in underserved unserved areas in Indiana; and
- (2) benefit residential, commercial, public, governmental, and nonprofit entities in underserved unserved areas in Indiana.



1	(b) The authority shall administer the broadband development
2	program.
3	SECTION 7. IC 8-1-33-16, AS ADDED BY P.L.235-2005,
4	SECTION 105, IS AMENDED TO READ AS FOLLOWS
5	[EFFECTIVE JULY 1, 2018]: Sec. 16. (a) The powers of the authority
6	under this chapter include all those necessary to carry out and
7	effectuate the purposes of this chapter, including the following:
8	(1) To invest any money of the authority at the authority's
9	discretion, in any obligations determined proper by the authority,
10	and name and use depositories for the authority's money.
11	(2) To receive and distribute state or local funding, including
12	grants, loans, and appropriations.
13	(3) To make loans or grants to broadband developers and
14	broadband operators that will acquire, construct, maintain, and
15	operate all or part of the broadband infrastructure serving
16	underserved unserved areas.
17	(4) To provide operating assistance to make broadband services
18	more affordable to broadband developers, broadband operators,
19	and broadband customers in underserved unserved areas, in
20	conjunction with broadband infrastructure financed by the
21	authority.
22	(5) To set construction, operation, and financing standards for the
23	broadband infrastructure in connection with authority financing
24	and to provide for inspections to determine compliance with those
25	standards.
26	(6) To investigate, evaluate, and assess the current broadband
27	infrastructure and the future broadband infrastructure needs of
28	Indiana and to encourage and participate in aggregation strategies
29	for the broadband services of all public entities and nonprofit
30	corporations in Indiana to maximize the interconnectivity and
31	efficiencies of the broadband infrastructure.
32	(7) To make expenditures necessary to carry out the authority's
33	duties under this chapter, including paying the authority's
34	operating expenses.
35	(b) As part of an application for financing under this chapter, a
36	broadband developer or broadband operator must file with the authority
37	a participation plan for small and minority owned businesses and a
38	communitywide outreach plan to educate the public with respect to the

availability of broadband services. The authority may not approve an

application unless a plan is submitted under this subsection.



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