## SENATE FILE NO. SF0051

Wyoming telecommunications act revisions.

Sponsored by: Joint Corporations, Elections & Political Subdivisions Interim Committee

## A BILL

for

1 AN ACT relating to the Wyoming telecommunications act; 2 extending the sunset date of the act; amending definitions; specifying the application of the 3 act; specifying requirements for providing price schedules to the public 4 5 service commission; providing a limitation on local 6 governments entering an exclusive agreement for provision 7 of broadband internet access service; amending the price benchmark and credit requirements for the universal service 8 9 fund; repealing conflicting provisions; requiring 10 rulemaking; and providing for effective dates.

11

12 Be It Enacted by the Legislature of the State of Wyoming:

13

14 Section 1. W.S. 37-15-101(b), 37-15-103(a)(iv)(E), by

15 creating a new subparagraph (F), (viii), (ix), (xiv) and by

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1
    creating new paragraphs (xviii) and (xix),
 2
    37-15-104(a)(intro), by creating a new subsection (b) and
3
    by amending and renumbering (b) as (c), 37-15-195(c),
4
    37-15-202(a)(intro), (d)(intro) and (i), 37-15-203(f)(iv),
    37-15-204(a), 37-15-404(c), (e)(i), (v), (vi) and by
5
    creating a new paragraph (vii), 37-15-405, 37-15-406(b),
 6
    37-15-413(a)(intro), (i) through (iii), (b), (c)(intro),
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8
    (d) and (e)(ii), 37-15-501(c), (d), (g) and (h) and
    37-15-502(a)(intro), (i) and (iii) are amended to read:
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11
        37-15-101. Short title; sunset.
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13
     (b) This chapter is repealed effective July 1, 2025
14
   July 1, 2031.
15
        37-15-103. Definitions.
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17
      (a) As used in this chapter:
18
19
20
             (iv) "Essential telecommunications service"
21
    means a customer's access to service that is necessary for
    the origination or termination, or both, of two-way,
22
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switched telecommunications for both residential and

| 1  | business service within a local exchange area. Essential               |
|----|--|
| 2  | telecommunications services are limited to:                            |
| 3  |  |
| 4  | (E) Switched access, which for the purposes                            |
| 5  | of this chapter shall mean the switching and transport                 |
| 6  | necessary to connect an interexchange telecommunications               |
| 7  | company with the local exchange central office for the                 |
| 8  | purpose of originating or terminating, or both, the                    |
| 9  | interexchange telecommunications company's switched                    |
| 10 | telecommunications service: and  |
| 11 |  |
| 12 | (F) Local exchange service.  |
| 13 |  |
| 14 | (viii) "Local exchange service" means <del>the</del>                   |
| 15 | provision of essential telecommunications residential or               |
| 16 | <u>business</u> service within a local exchange area <u>capable of</u> |
| 17 | providing: ÷   |
| 18 |  |
| 19 | (A) Access to interexchange services                                   |
| 20 | provided by interexchange telecommunications companies;                |
| 21 |  |
| 22 | (B) Single line flat-rate or single line                               |
| 23 | measured residential or business voice service;                        |
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| 1  |   |
|----|---|
| 2  | (C) Transmission service and facilities                     |
| 3  | necessary for the connection between the end user's or      |
| 4  | customer's premises and local network switching facility    |
| 5  | including the necessary signaling service used by customers |
| 6  | to access essential telecommunications services;            |
| 7  |   |
| 8  | (D) Services necessary to connect 911                       |
| 9  | emergency services to the local network.                    |
| 10 |   |
| 11 | (ix) "Noncompetitive <u>essential</u>                       |
| 12 | telecommunications services" means those <u>essential</u>   |
| 13 | telecommunications services at locations which have not     |
| 14 | been found by the legislature or the commission to be       |
| 15 | competitive in accordance with W.S. 37-15-202;              |
| 16 |   |
| 17 | (xiv) "Universal service" means the general                 |
| 18 | availability of essential telecommunications local exchange |
| 19 | service at an affordable and reasonable price;              |
| 20 |   |
| 21 | (xviii) "Broadband internet access service"                 |
| 22 | means a mass-market retail service by wire or radio that    |
| 23 | provides the capability to transmit data to and receive     |

- 1 data from all or substantially all internet endpoints,
- 2 including any capabilities that are incidental to and
- 3 enable the operation of the communications service.
- 4 "Broadband internet access service" shall not include
- 5 dial-up internet access service;

- 7 (xix) "Noncompetitive local exchange service"
- 8 means local exchange service at locations which have not
- 9 been found by the legislature or the commission to be
- 10 competitive in accordance with W.S. 37-15-202.

11

12 37-15-104. Services regulated by this title.

- 14 (a) Except to the extent otherwise provided in this
- 15 section, the provisions of this title shall only apply to
- 16 noncompetitive essential telecommunications services. All
- 17 telecommunications services shall be subject to
- 18 contributions to the universal service fund required
- 19 pursuant to W.S. 37-15-501, the requirements of W.S.
- 20 37-15-202(h), 37-15-401, 37-15-404, 37-15-412 and
- 21 37-15-413, the requirements of W.S. 37-15-105 for voice
- 22 over internet protocol and IP enabled services and the
- 23 assessment levied pursuant to W.S. 37-2-106 through

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1
    37-2-109., telecommunications service does not include, and
 2
    the provisions of this title do not apply to:
3
 4
         (b) The provisions of this title do not apply to
    telecommunications services using radio spectrum, cellular
5
    or other wireless technology except to the extent provided
 6
7
    in paragraphs (i) through (iv) of this subsection:
8
9
             (i) To the extent permitted in accordance with
10
    the requirements of federal law relating to the
11
    consideration and determination of an application for
12
    designation as a federal eligible telecommunications
13
    carrier;
14
             (ii) Determinations of eligibility for
15
16
    amounts of distribution of state universal service funds in
17
    accordance with W.S. 37-15-502;
18
             (iii) Any required contributions to
19
                                                          the
20
    universal service fund under W.S. 37-15-501;
21
             (iv) Any required assessment levied under W.S.
22
    37-2-106 through 37-2-109.
23
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1 2 (b)(c) In addition to subsection (a) of this section, 3 telecommunications service does not include, and The 4 provisions of this title do not apply to: 5 (i) Telecommunications services provided by the 6 department of enterprise technology to private health care 7 8 providers under W.S. 9-2-2906(j); or 9 10 (ii) Private telecommunications networks. As used in this paragraph, "private telecommunications 11 means a system for the provision of 12 network" telecommunications service by a person for the sole and 13 exclusive use of the person and not for resale either 14 directly or indirectly. 15 16 17 37-15-105. VoIP internet protocol and enabled 18 services. 19 20 (c) If a service provider voluntarily chooses to 21 receive Wyoming universal service funds to support voice over internet protocol service that otherwise qualifies for 22 support pursuant to W.S. 37-15-501 or 37-15-502, then that 23

- 1 supported voice over internet protocol service shall be
- 2 subject to all laws and rules governing the receipt of such
- 3 funds, and the support provided to those services shall not
- 4 exceed the support that would be provided to eligible
- 5 noncompetitive essential local exchange services on a
- 6 per-access-line basis.

8 37-15-202. Determination of competitive services.

9

10 (a) Upon petition by any telecommunications company 11 or pursuant to the commission's own motion, the commission 12 may, after notice and opportunity for hearing, find and conclude that a telecommunications service is subject to 13 competition or that local exchange service is competitive 14 15 in certain locations. Any service found to be effectively 16 competitive pursuant to this section shall not be subject 17 to regulation by the commission. Any location deemed to 18 have effective competition for local exchange service shall 19 be ineligible for universal service fund support except 20 that a telecommunications carrier may continue to receive 21 universal service support for noncompetitive locations pursuant to W.S. 37-15-501 and that support shall account 22 23 for price and cost adjustments necessary because of the

competitive classification of formerly supported locations. 1 2 The commission shall consider only the following factors in 3 determining whether a telecommunications service is subject 4 to effective competition: 5 (d) Notwithstanding subsection (a) of this section 6 the commission shall, in an area defined by an applicant, 7 8 find retail telecommunications local exchange services 9 other than switched access are competitive provided: 10 11 (i) At least seventy-five percent (75%) of the 12 class of customers in the area have access to at least one landline carrier unaffiliated with the applicant 13 providing local voice exchange service. The local voice 14 15 exchange service may be provided in combination with other 16 services. If a company does not differentiate between 17 residential and business classes of service in application, the requirement shall be that at least sixty 18 percent (60%), considering residential 19 and

customers as one (1) class of customers, have access to at

least one (1) landline carrier unaffiliated with the

9

23

22

applicant;

20

<del>require,</del> price

1 37-15-203. Price regulation of noncompetitive 2 essential services. 3 4 (f) A local exchange company may seek approval to 5 increase the price of noncompetitive essential telecommunications services, including switched access 6 7 charges, based on: 8 9 (iv) Increases in the cost of providing 10 essential telecommunications services. The increases shall be judged on the overall federal gross domestic product 11 12 price index published by the United States department of commerce, bureau of economic analysis unless the applicant 13 specific cost 14 demonstrates that increases are 15 disproportionably affecting the cost of providing their 16 noncompetitive essential telecommunications services. 17 37-15-204. Price schedules. 18 19 (a) A local exchange company shall post on its 20 website and file with the commission, in such form and 21 22 detail as in electronic format to the commission may

showing

schedules

all noncompetitive

1 essential telecommunications services terms, conditions and 2 prices currently in effect and charged to customers by the 3 company in this state. All prices for new noncompetitive 4 essential telecommunications services, and any increase in 5 for noncompetitive essential telecommunications prices services as authorized by the commission pursuant to W.S. 6 37-15-203, shall be filed with the commission for approval 7 8 thirty (30) days prior to the proposed effective date. The 9 company shall also provide notice to each impacted customer 10 electronically or in print using the same manner the customer receives bills from the company. No price increase 11 12 for a noncompetitive essential telecommunications service 13 shall be effective unless the customer has been given notice by the provider at least one (1) full billing cycle 14 prior to the proposed increase and the increase has been 15 16 approved by the commission as required by W.S. 37-15-203. 17 No price or price change is effective until filed in accordance with this section. 18 of For purposes this 19 subsection, the rules, regulations, policies, practices and 20 other requirements relating to services shall be posted on 21 a local exchange company's website and filed with the 22 commission in such form and detail as a simplified format 23 which is not required to comply with the tariff formatting

| 1                          | standards that were previously adopted by the commission.   |
|----------------------------|---|
| 2                          | may require A local exchange company shall not be required  |
| 3                          | to file or maintain paper copies of its price schedule with   |
| 4                          | the commission. Rules, regulations, policies, practices   |
| 5                          | and other requirements relating to noncompetitive <a href="mailto:essential">essential</a>  |
| 6                          | telecommunications services shall be subject to the same  |
| 7                          | requirements under this chapter as the prices of  |
| 8                          | noncompetitive <u>essential telecommunications</u> services.  |
| 9                          |   |
|                            |   |
| LO                         | 37-15-404. Protection of telecommunications   |
| LO<br>L1                   | 37-15-404. Protection of telecommunications consumers.  |
|                            |   |
| L1                         |   |
| L1<br>L2                   | consumers.  |
| L1<br>L2<br>L3             | consumers.  (c) A telecommunications company providing a  |
| L1<br>L2<br>L3             | consumers.  (c) A telecommunications company providing a noncompetitive essential telecommunications service shall  |
| L1<br>L2<br>L3<br>L4       | consumers.   (c) A telecommunications company providing a noncompetitive essential telecommunications service shall not discontinue providing the service without the |
| L1<br>L2<br>L3<br>L4<br>L5 | consumers.   (c) A telecommunications company providing a noncompetitive essential telecommunications service shall not discontinue providing the service without the |

21 (i) The interconnection of telecommunications 22 companies' networks at nondiscriminatory and reasonable

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rates, terms and conditions, including interconnection
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 2
    under 47 U.S.C. §§ 251 and 252;
3
4
             (v) Telephone number portability to the full
    extent technically feasible; and
5
 6
7
             (vi) The resale and sharing of services and
8
    functions at reasonable and nondiscriminatory rates; - and
9
10
             (vii) Rates, terms and conditions of wholesale
11
    service.
12
        37-15-405. Complaint against prices.
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    Any person, and the commission on its own motion, may
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16
    complain to the commission concerning the reasonableness of
17
    the price of any noncompetitive essential
18
    telecommunications service or any violation of W.S.
19
    37-15-404. Any notice and hearing of any complaint shall
20
    be in accordance with the Wyoming Administrative Procedure
    Act and this chapter. The commission shall only set aside
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    any price it finds after notice and hearing to be
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    unreasonable or unreasonably discriminatory.
23
                                                     If the
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1 commission sets aside a price as unreasonable or 2 unreasonably discriminatory, the telecommunications company

3 shall have sixty (60) days to file a new price which is

4 reasonable. The company shall refund any charges found to

5 be unreasonable as ordered by the commission. Rates or

6 prices for noncompetitive essential <u>telecommunications</u>

7 services in effect as of July 1, 2006, are deemed to be

8 fair and reasonable.

9

10 **37-15-406.** Quality of service.

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12 Any customer, and the commission on its own 13 motion, may complain concerning the quality of service 14 provided by a telecommunications company for noncompetitive essential telecommunications service. A complaint shall be 15 16 noticed and heard as provided for in the Wyoming 17 Administrative Procedure Act. The commission, after notice and hearing, may direct the telecommunications company to 18 19 take whatever remedial action is technically feasible and 20 economically reasonable to provide reasonably adequate 21 service. The commission shall authorize а telecommunications provider to 22 recover the cost of

1 compliance as reasonably determined by any commission order

2 under this section.

3

37-15-413. Limitation on authority of political subdivision to enter exclusive agreement for provision of telecommunications service or broadband internet access service.

8

9 (a) Except as provided in subsections (b) through (d) 10 of this section, before the governing body of any city or town or other political subdivision of this state shall 11 12 provide for the construction, maintenance or operation of any telecommunications service or broadband internet access 13 14 by entering into an exclusive franchise, service partnership, joint venture, contract, resale agreement or 15 16 any other exclusive agreement with any party regarding telecommunications service or broadband internet access 17 service, the city, town or other political subdivision 18 19 shall:

20

21 (i) Determine, after notice and opportunity for 22 a public hearing, that no private provider of 23 telecommunications services or broadband internet access

services, as applicable, is currently providing 1 2 substantially the same or similar service anywhere within 3 the boundaries of the city, town or political subdivision; 4 5 (ii) Have submitted a written request to all private providers of telecommunications 6 services or broadband internet access services within the boundaries of 7 8 the city, town or political subdivision for provision of 9 the same quality and grade of telecommunications service or 10 broadband internet access service within the same time frame and at the same consumer prices proposed under the 11 12 exclusive contract; 13 14 (iii) Determine, after notice and opportunity for a public hearing that the private telecommunications 15 16 service or broadband internet access service providers have not agreed within ninety (90) days of the receipt of the 17 request submitted pursuant to paragraph (ii) of this 18 19 subsection to provide the same quality and grade of service 20 within the same time frame and at the same consumer prices as proposed under the exclusive contract, or if the 21 22 provider has agreed, that the provider has not commenced

- 1 providing or constructing facilities to provide the service
- 2 in the manner agreed upon; and

- 4 (b) The governing body of a city or town or other
- 5 political subdivision shall allow the nondiscriminatory,
- 6 nonexclusive and competitively neutral use of its
- 7 rights-of-way including its poles, conduits, ducts or
- 8 similar support structures by any telecommunications
- 9 company or broadband internet access company and nothing in
- 10 this section shall be construed to the contrary.

11

- 12 (c) Nothing in this section shall restrict the
- 13 governing body of a city or town, or other political
- 14 subdivision, from providing a telecommunications service, a
- 15 broadband internet access service or a related facility:

- 17 (d) Nothing in this section shall be construed to
- 18 restrict the governing body of a city or town or other
- 19 political subdivision, from providing a telecommunications
- 20 service or broadband internet access service to a party
- 21 within the geographic area in which the city, town or
- 22 political subdivision operates as a telecommunications

1 utility. Any city, town or political subdivision providing
2 a telecommunications service under this subsection shall:

3

4 (i) Provide the telecommunications service or

5 broadband internet access service on a nondiscriminatory,

6 nonexclusive and competitively neutral basis; and

7

8 (ii) Provide the telecommunications service or

9 broadband internet access service at a price which covers

10 cost, including imputed costs that the city, town or

11 political subdivision would incur if it were a for-profit

12 telecommunications company.

13

14 (e) Any person may complain to the commission, and

15 the commission may on its own motion initiate an

16 investigation, concerning any alleged violation of this

17 section by a city, town or political subdivision, subject

18 to the following:

19

20 (ii) If the city, town or political subdivision

21 does not cure the anticompetitive behavior within ninety

22 (90) days, the commission shall commence a contested case

23 hearing on the complaint, governed by the Wyoming

- 1 Administrative Procedure Act, W.S. 16-3-101 et seq. If,
- 2 following the hearing, the commission finds that the city,
- 3 town or political subdivision has violated this section,
- 4 the commission shall prohibit the city, town or political
- 5 subdivision from providing any telecommunications service
- 6 or broadband internet access service until the violation of
- 7 this section is remedied.

- 9 37-15-501. Universal service fund created;
- 10 contributions; administration.

11

23

12 (c) The commission shall administer the monies in the 13 universal service fund to assist only those customers of 14 telecommunications companies located in areas of this state with relatively high rates for noncompetitive essential 15 16 local exchange services. Services deemed competitive under W.S. 37-15-202(a), (c) or (d) shall not be eligible for 17 universal service fund support under this article. The 18 19 commission, after notice and opportunity for hearing, shall 20 determine a reasonable amount and a fair method of 21 distributing monies. The commission may authorize a credit 22 customer bills, in the amount specified by the

commission, to reflect distributions received by the local

- 1 exchange company from the universal service fund, provided
- 2 that the credit is given only to one (1) line for each
- 3 customer or household. The commission shall ensure that
- 4 the method shall promote the emergence of competition in
- 5 providing local exchange service.

7 (d) In accordance with the method of distribution

8 determined by the commission, a telecommunications company

9 shall, unless it elects to receive Wyoming universal

10 service funds pursuant to the method set forth in

11 subsection (g) of this section, receive funds under this

12 section to the extent that its noncompetitive essential

13 local exchange service prices, after consideration of any

14 contributions from the federal universal service fund,

15 exceed the price benchmark established in subsection (h) of

16 this section.

17

18 (g) A telecommunications company that undertakes the

19 requirements set forth in this subsection may make a

20 one-time, irrevocable before July 1, 2023, election in

21 writing to the commission to receive Wyoming universal

22 service funds pursuant to this subsection rather than

23 pursuant to subsection (d) of this section. In order to

receive funds pursuant to this subsection, the company 1 2 shall provide <del>essential noncompetitive</del> local 3 service, or its functional equivalent, upon reasonable 4 request throughout the local exchange area of a rural incumbent local exchange carrier, as defined by the federal 5 communications commission on January 1, 2015, at a price 6 not exceeding the price benchmark established in subsection 7 8 (h) of this section. A telecommunications company which 9 elects to receive Wyoming universal service funds pursuant 10 to this subsection shall receive funds to the extent that 11 its loop costs, as reflected in the company's most recent 12 annual filing of unseparated loop costs filed with the Universal Service Administration Company, exceed 13 company's most recent annual federal universal service 14 funds receipts and annual local revenues. In calculating 15 annual local revenues the commission shall utilize the 16 17 imputed price benchmark established in subsection (h) of this section. If an otherwise qualified company elects to 18 receive Wyoming universal service funds pursuant to this 19 20 subsection, but does not file an annual unseparated loop cost report with the Universal Service Administration 21 22 Company, it shall file the equivalent information with the 23 commission.

2 The price benchmark shall be thirty dollars (h) 3 (\$30.00) thirty-five dollars (\$35.00) unless otherwise 4 adjusted by the commission pursuant to this subsection. 5 The commission shall review the price benchmark one (1) time every four (4) years and, after review, shall adjust 6 the benchmark as necessary to assure that it approximates 7 8 one hundred thirty percent (130%) of the weighted statewide 9 average essential local exchange service price. 10 commission may change the price benchmark at any time if, after notice and opportunity for a hearing, the commission 11 12 determines that the price benchmark does not approximate 13 one hundred thirty percent (130%) of the weighted statewide 14 average essential local exchange service price and that the price benchmark should be adjusted by ten percent (10%) or 15 16 more.

17

18 **37-15-502.** Universal service fund eligibility and 19 distribution to carriers.

20

21 (a) Telecommunications companies which use cellular,
22 radio spectrum or other wireless technology to provide
23 supported essential services to customers who are otherwise

- 1 eligible to receive universal service support pursuant to
- 2 W.S. 37-15-501, may establish eligibility to receive
- 3 universal service fund distributions in an amount to be
- 4 determined by the commission, provided that:

- 6 (i) The telecommunications company will offer
- 7 and advertise all services supported by the universal
- 8 service fund supported services throughout the entire local
- 9 exchange area;

10

- 11 (iii) The telecommunications company's bill to
- 12 the customer reflects a credit for the amount of
- 13 distribution the company receives from the state universal
- 14 service fund for providing services supported by the
- 15 universal service fund supported services—to that customer;
- 16 and

17

- 18 **Section 2.** W.S. 37-15-103(a)(iv)(A) through (D) and
- 19 (xvi) and 37-15-104(a)(i) through (xiii) are repealed.

- 21 **Section 3**. The department of revenue shall adopt any
- 22 rules required by W.S. 37-15-501(j) not later than July 1,
- 23 2026.

1 2 Section 4. 3 4 (a) Except as provided in subsection (b) of this section, this act is effective immediately upon completion 5 of all acts necessary for a bill to become law as provided 6 by Article 4, Section 8 of the Wyoming Constitution. 7 8 (b) Sections 1 and 2 of this act are effective July 9 1, 2025. 10 11 12 (END)