AMENDMENTS TO HOUSE BILL NO. 2438

Sponsor: SENATOR PITTMAN

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Amend Bill, page 2, line 28, by striking out "video" 1 2 services," 3 Amend Bill, page 2, line 29, by striking out ", wireless 4 services" 5 Amend Bill, page 4, line 12, by inserting after "PROVIDE" 6 retail 7 Amend Bill, page 4, line 12, by inserting after "SERVICES" 8 , through an affiliate, 9 Amend Bill, page 4, line 20, by inserting after "SERVICES." 10 Nothing in this paragraph shall limit, amend, supersede or otherwise alter the rates, terms and conditions 11 12 established under existing written attachment agreements for the term of such agreements except as provided under 13 14 subparagraph (iii). The following shall apply: 15 (i) Except as provided under subparagraph (ii), an 16 electric cooperative corporation shall provide written notice, by first class mail, to any broadband service 17 supplier with which it has an existing written agreement 18 19 governing the broadband service supplier's attachments to 20 electric infrastructure owned or controlled by the electric cooperative corporation, within 90 days of the 21 22 date on which an electric cooperative corporation's 23 affiliate begins offering retail broadband services over 24 broadband facilities. 25 (ii) An electric cooperative corporation that is 26 providing retail broadband service through an affiliate 27 as of the effective date of this section shall not be 28 required to send the notice required under subsection 29 (i). 30 (iii) For a period of five years from receipt of the

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notice required under subparagraph (i), or from the effective date of this section if subparagraph (ii)

1 applies, a broadband service supplier that has existing written attachment agreement with the electric 2 3 cooperative corporation shall have the right to attach to 4 the poles of that electric cooperative corporation at rates that shall not exceed the then-effective rates in 5 the existing agreement, subject to permissible periodic 6 7 rate adjustments provided in the existing agreement. 8 (5) An electric cooperative corporation may not do any 9 of the following: (i) require a person to purchase broadband services 10 11 from an affiliate of the electric cooperative corporation 12 as a condition of receiving or continuing to receive electric energy from the electric cooperative 13 14 corporation; or 15 (ii) disconnect, or threaten to disconnect, electric 16 service to a customer due to the customer's failure to pay for broadband services provided to the customer by 17 the electric cooperative corporation or an affiliate. 18 19 Amend Bill, page 4, by inserting between lines 25 and 26 20 (c) Cross-Subsidization. -- The following shall apply: 21 (1) An electric cooperative corporation that supplies retail broadband services through an affiliate shall ensure 22 that the rates charged for the provision of electric service 23 do not include any of its affiliate's retail broadband 24 service costs and shall not use its electric service revenues 25 to subsidize the provision of retail broadband services to 26 27 the public by an affiliate. (2) An electric cooperative corporation may make capital 28 29 investments in an affiliate, make loans for the benefit of an affiliate, enter into capital or operating leases with the 30 affiliate, and enter into guarantees or other security 31 arrangements for the benefit of the affiliate, all of which 32 may be in amounts, on terms and subject to conditions as the 33 34 electric cooperative corporation's board of directors approves and determines to be prudent or appropriate. 35 36 Amend Bill, page 4, line 26, by striking out "(C)" and 37 inserting 38 (d)39 Amend Bill, page 5, line 1, by striking out the period after 40 "SERVICES" and inserting 41 or to negotiate separate terms or agreements for attachments 42 to electric infrastructure, owned or controlled by an electric 43 cooperative corporation.