## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 1488 Session of 2021

INTRODUCED BY SNYDER, HILL-EVANS, DAVANZO, LONGIETTI, PASHINSKI, SCHLOSSBERG, PICKETT, GUENST, DELLOSO, HOWARD, HARRIS, JAMES, JOZWIAK, GLEIM, ZIMMERMAN, McCLINTON, A. BROWN, O'MARA, SCHWEYER, NEILSON, N. NELSON, SANCHEZ, STRUZZI, OBERLANDER, CIRESI AND CEPHAS, JUNE 3, 2021

REFERRED TO COMMITTEE ON CONSUMER AFFAIRS, JUNE 3, 2021

## AN ACT

1 2 3 4 5 6 7 8	Amending Titles 53 (Municipalities Generally) and 66 (Public Utilities) of the Pennsylvania Consolidated Statutes, in municipal authorities, further providing for purposes and powers; in alternative form of regulation of telecommunications services, further providing for definitions, for network modernization plans and for additional powers and duties; and providing for electric utility easements.
9	The General Assembly of the Commonwealth of Pennsylvania
10	hereby enacts as follows:
11	Section 1. Section 5607(a) of Title 53 of the Pennsylvania
12	Consolidated Statutes is amended by adding a paragraph to read:
13	§ 5607. Purposes and powers.
14	(a) Scope of projects permittedEvery authority
15	incorporated under this chapter shall be a body corporate and
16	politic and shall be for the purposes of financing working
17	capital; acquiring, holding, constructing, financing, improving,
18	maintaining and operating, owning or leasing, either in the
19	capacity of lessor or lessee, projects of the following kind and

1 character and providing financing for insurance reserves:

2 \* \* \*

3 <u>(19) Publicly owned Internet network infrastructure</u>

4 planning, management and implementation as defined in the

5 <u>articles of incorporation by the governing body. Projects</u>

6 will connect premises to underserved areas as defined by the

7 <u>Federal Communications Commission.</u>

8 \* \* \*

9 Section 2. The definition of "broadband" in section 3012 of 10 Title 66 is amended to read:

11 § 3012. Definitions.

12 The following words and phrases when used in this chapter 13 shall have the meanings given to them in this section unless the 14 context clearly indicates otherwise:

15 \* \* \*

16 "Broadband." <u>As follows:</u>

17 <u>(1)</u> A communication channel using any technology and 18 having a bandwidth equal to or greater than [1.544] <u>25</u> 19 megabits per second (Mbps) in the downstream direction and 20 equal to or greater than [128 kilobits per second (Kbps)] <u>3</u> 21 megabits per second (Mbps) in the upstream direction.

22 (2) The Mbps standards specified in paragraph (1) shall

23 <u>be increased in this definition following any increased</u>

24 <u>standards as determined by the Federal Communications</u>

25 <u>Commission and published in accordance with section 3019(j)</u>

26 <u>(relating to additional powers and duties).</u>

27 \* \* \*

28 Section 3. Section 3014(c)(2)(i) and (7), (d)(7), (h) 29 introductory paragraph and (j)(4)(iii) of Title 66 are amended 30 to read:

20210HB1488PN1662

- 2 -

1 § 3014. Network modernization plans.

2 \* \* \*

3 (c) Bona fide retail request program. -- A local exchange telecommunications company that elects to amend its network 4 modernization plan pursuant to subsection (b)(2) or (3) shall no 5 later than 90 days after the effective date of its amended plan 6 implement a bona fide retail request program in areas where it 7 8 does not provide broadband. Not later than 30 days in advance of program implementation, the local exchange telecommunications 9 10 company shall file with the commission and provide the department with a written description of the program, a sample 11 12 request for advanced services form for use in the program and 13 the form of any advanced services term subscription agreements 14 customers will be required to execute in connection with 15 receiving the requested services. A bona fide retail request 16 program shall consist of the following:

17 \* \* \*

18 (2) To be considered a bona fide retail request, the19 written request must include:

20 a request that a minimum of 50 retail access (i) 21 lines or 25% of retail access lines within a community, 22 whichever is less, each be provided the same advanced 23 service or comparable advanced services having a 24 bandwidth within 100 kilobits per second (Kbps) of each 25 other. Notwithstanding the foregoing comparable bandwidth 26 limitation, where a request includes individual customer 27 requests for advanced services having equal to or less 28 than [1.544] 25 megabits per second (Mbps) bandwidth in 29 the downstream direction, all lines in the request shall be counted in meeting the minimum line requirement of 30

20210HB1488PN1662

- 3 -

1

this subparagraph;

\* \* \* 2 3 (7) No advanced service requested and deployed by a local exchange telecommunications company under the bona fide 4 5 retail request program which has a bandwidth of less than 6 [1.544] 25 megabits per second (Mbps) in the downstream 7 direction shall be counted as a credit toward the local 8 exchange telecommunications company's broadband deployment 9 obligation under its network modernization plan amended 10 pursuant to subsection (b)(2) or (3). \* \* \* 11 12 (d) Business attraction or retention program.--\* \* \* 13 14 No advanced service requested of and deployed by a (7) 15 local exchange telecommunications company under the Business 16 Attraction or Retention Program which has a bandwidth of less 17 than [1.544] 25 megabits per second (Mbps) in the downstream 18 direction shall be counted as a credit toward the local 19 exchange telecommunication company's broadband deployment 20 obligation under its network modernization plan amended under 21 subsection (b)(2) or (3). \* \* \* 22 23 (h) Prohibition against political subdivision advanced and 24 broadband services deployment. -- Except as provided in 53 Pa.C.S. 25 § 5607(a)(19) (relating to purposes and powers): \* \* \* 26 27 (j) Education Technology Program. --\* \* \* 28 29 No later than 90 days after the effective date of (4) this section, the Department of Education shall prescribe the 30 20210HB1488PN1662 - 4 -

1 grant process and the form and manner of the E-Fund 2 application. Grants shall be limited to the funds available 3 in the Education Technology Fund. In awarding grants, the Department of Education shall give priority to applications: 4 \* \* \* 5 that are submitted by school entities that do 6 (iii) 7 not have broadband service, provided, however, that 8 nothing in this subsection shall preclude the department from awarding funds to school entities for 9 10 telecommunications services, infrastructure or facilities 11 that provide bandwidths greater than [1.544] 25 megabits 12 per second (Mbps). \* \* \* 13 14 Section 4. Section 3019 of Title 66 is amended by adding a subsection to read: 15 16 § 3019. Additional powers and duties. \* \* \* 17 18 (j) Departmental update of broadband standards.--The 19 Secretary of Community and Economic Development shall transmit 20 notice to the Legislative Reference Bureau for publication in 21 the Pennsylvania Bulletin upon the determination by the Federal 22 Communications Commission that broadband is defined to involve 23 speeds in excess of 25 megabits per second (Mbps) in the 24 downstream direction and 3 megabits per second (Mbps) in the 25 upstream direction. 26 Section 5. Subpart D of Title 66 is amended by adding a

28

27

29

- <u>CHAPTER 30A</u>
- ELECTRIC UTILITY EASEMENTS
- 30 <u>Sec.</u>

20210HB1488PN1662

chapter to read:

- 5 -

- 1 <u>30A01. Definitions.</u>
- <u>30A02. Electric easements, commercial broadband, broadband</u>
   affiliates and notice required.
- 4 <u>30A03.</u> Statute of limitations, damages and limitations on
  5 damages.
- 6 <u>30A04. Electric utility obligations.</u>
- 7 <u>30A05. Electric power companies.</u>
- 8 <u>30A06.</u> Power of companies to contract.
- 9 <u>§ 30A01. Definitions.</u>
- 10 The following words and phrases when used in this chapter
- 11 shall have the meanings given to them in this section unless the
- 12 <u>context clearly indicates otherwise:</u>
- 13 "Attached facility." A broadband facility, broadband network
- 14 or portion of a broadband network that is located substantially:
- 15 (1) aboveground and attached to the electric service
- 16 <u>infrastructure of an electric utility; or</u>
- 17 (2) underground in an electric easement and existing
- 18 <u>before the delivery of notice in accordance with section</u>
- 19 <u>30A02(b) (relating to electric easements, commercial</u>
- 20 broadband, broadband affiliates and notice required).
- 21 <u>"Broadband." As follows:</u>
- 22 (1) As defined in section 3012 (relating to
- 23 <u>definitions</u>).
- 24 (2) The term includes cable service, as defined in 47
- 25 <u>U.S.C. § 522(6) (relating to definitions).</u>
- 26 <u>"Broadband affiliate." A commercial broadband supplier that</u>
- 27 is a separate legal entity from an electric utility but is
- 28 controlled by, controls or is under common control with the
- 29 <u>electric utility.</u>
- 30 "Broadband facility." Infrastructure used to deliver or

- 6 -

1	provide broadband.
2	"Broadband provider." As follows:
3	(1) A person that provides broadband.
4	(2) The term includes a cable operator, as defined in 47
5	<u>U.S.C. § 522(5).</u>
6	"Commercial broadband." Either of the following:
7	(1) Broadband.
8	(2) Broadband Internet service.
9	"Commercial broadband supplier." As follows:
10	(1) Any of the following:
11	(i) A provider of broadband Internet service or an
12	existing broadband provider.
13	(ii) A person that intends to provide broadband
14	Internet service or broadband.
15	(iii) A person that directly or indirectly sells,
16	leases or otherwise transfers an attached facility or a
17	right to install, operate, maintain or use an attached
18	facility for another person's provision of commercial
19	broadband.
20	(iv) A person that intends to sell, lease or
21	otherwise transfer an attached facility or a right to
22	install, operate, maintain or use an attached facility
23	for another person's provision of commercial broadband.
24	(2) The term does not include an electric utility.
25	"Electric easement." A recorded or unrecorded easement,
26	right-of-way or similar right in or to real property, including
27	prescriptive rights, no matter how acquired, held by an electric
28	utility for the siting of electric service infrastructure or for
29	the purpose of delivering electric service, regardless of
30	whether:
2021	10HB1488PN1662 - 7 -

- 7 -

1	(1) the easement, right-of-way or similar right is
2	exclusively for the provision of electric service or for use
3	in connection with commercial broadband, telecommunication
4	service or another purpose; or
5	(2) the electric utility or a commercial broadband
6	supplier uses the easement, right-of-way or similar right to
7	provide commercial broadband.
8	"Electric utility." As follows:
9	(1) The term includes a nonprofit electric corporation
10	or association.
11	(2) The term does not include a nonprofit generation and
12	transmission electric corporation or association.
13	"Interest holder." A property owner or other person with an
14	interest in the real property upon which an electric easement is
15	located.
16	"Memorandum." A written instrument that includes, at a
17	minimum, the following:
18	(1) The name and address of the electric utility.
19	(2) The date on which the notice was mailed.
20	(3) The information required to be included in a notice
21	under section 30A02(b)(2)(iii) and (iv).
22	"Notice." A written letter substantially complying with the
23	requirements specified in section 30A02(b)(2), which notice
24	shall be deemed delivered on the date postmarked or otherwise
25	time stamped.
26	"Person." An individual, firm, partnership, corporation,
27	company, association, joint stock association or other legal
28	entity.
29	"Property owner." A person with a recorded fee simple
30	interest in real property upon which an electric easement is
202	10HB1488PN1662 - 8 -

1 <u>located.</u>

2	"Request for notice." A written instrument recorded by an
3	interest holder in compliance with the requirements specified in
4	<u>section 30A02(b)(3).</u>
5	§ 30A02. Electric easements, commercial broadband, broadband
6	affiliates and notice required.
7	(a) Permissible actionsWith regard to real property
8	subject to an electric easement, if an electric utility, or a
9	commercial broadband supplier designated by the electric utility
10	to act on behalf of the electric utility, complies with the
11	notice and filing requirements specified in subsection (b), the
12	electric utility holding the electric easement may, subject to
13	subsection (d) and without the consent of an interest holder in
14	the real property subject to the electric easement, take the
15	following actions to the extent not already permitted by the
16	<u>electric easement:</u>
17	(1) Install, maintain or own, or permit a commercial
18	broadband supplier, including a broadband affiliate, to
19	install, maintain or own, an attached facility for operation
20	by a commercial broadband supplier, including a broadband
21	affiliate, in providing commercial broadband.
22	(2) Lease or otherwise provide to a commercial broadband
23	supplier, including a broadband affiliate, an excess capacity
24	of attached facilities for the purpose of providing
25	commercial broadband.
26	(b) Notice
27	(1) The following apply:
28	(i) At least 30 days before first exercising rights
29	under subsection (a) with respect to an electric easement
30	or portion of an electric easement, an electric utility

20210HB1488PN1662

- 9 -

1	or a designated commercial broadband supplier of the
2	electric utility shall:
3	(A) Send notice to each property owner that
4	holds an interest in the real property subject to the
5	electric easement and any other interest holder that
6	has recorded a request for notice.
7	(B) File a memorandum in the Office of the
8	Recorder of Deeds in each county in which the
9	electric utility is exercising rights under
10	subsection (a).
11	(ii) An electric utility or a designated commercial
12	broadband supplier of the electric utility may only
13	commence exercising rights under subsection (a) upon
14	delivery of the required notice under this subsection.
15	(2) A letter providing notice under this subsection
16	<u>must:</u>
17	(i) Be sent by certified mail from or on behalf of
18	the electric utility to the property owner and any
19	interest holder that has recorded a request for notice at
20	each of the following, as applicable:
21	(A) The last known address for the property
22	owner based on the records of the electric utility.
23	(B) The address listed for the property owner in
24	the records of the appropriate county property
	assessment office.
25	
25 26	(C) The address specified in a request for
26	(C) The address specified in a request for
26 27	(C) The address specified in a request for notice.
26 27 28	(C) The address specified in a request for notice. (ii) Include the name, address, telephone number and

1	by the electric utility, the name, address, telephone
2	number and point of contact for the designated commercial
3	broadband supplier.
4	(iii) Include the property address, the recording
5	number, if any, of the electric easement or recorded
6	memorandum of the electric easement, a general
7	description of any existing electric service
8	infrastructure currently located in the electric easement
9	and the approximate location of the electric easement,
10	which need not include a legal description, land title
11	survey, plat or other designation of the exact boundaries
12	of the electric easement.
13	(iv) Include:
14	(A) A citation to this chapter.
15	(B) A copy of the language of subsection (a)
16	with an indication of whether the electric utility is
17	exercising rights under subsection (a)(1) or (2), or
18	both.
19	(v) Give an estimated time for the start of
20	installation or construction with regard to any new
21	installation or construction that will occur in
22	connection with the exercise of rights under subsection
23	<u>(a).</u>
24	(vi) Include a statement regarding the right and
25	obligation of the electric utility, or a designated
26	commercial broadband supplier of the electric utility, to
27	record a memorandum.
28	(vii) Include a statement regarding the statute of
29	limitations for the interest holder to file a claim with
30	respect to the exercise of rights by the electric

1	utility.
2	(3) An interest holder that desires to obtain notice
3	under this chapter at a specific address may file in the
4	Office of the Recorder of Deeds for the county in which the
5	real property is located a request for notice that identifies
6	the interest holder's name and address, the instrument
7	granting the interest holder's interest in the property and
8	the recording number of the instrument or a recorded
9	memorandum of the instrument.
10	(c) Nature of rightsUpon exercise of the rights specified
11	in subsection (a), the rights run with the land and are
12	assignable by the electric utility.
13	(d) Terms and conditions
14	(1) The terms and conditions of a written electric
15	easement apply to an electric utility's uses of the electric
16	easement specified in subsection (a), except those terms and
17	conditions that would prohibit the electric utility's
18	exercise of rights under subsection (a).
19	(2) A prohibition on aboveground electric service
20	infrastructure contained within a written electric easement
21	constitutes a prohibition on aboveground attached facilities.
22	(3) In connection with the exercise of rights under
23	subsection (a), an electric utility or a designated
24	commercial broadband supplier of the electric utility shall
25	comply with any notice requirements contained in a written
26	electric easement held by the electric utility related to
27	entering the real property subject to the electric easement
28	or commencing any construction or installation on the real
29	property.
30	(e) Effect of chapter

2 to comply with subsection (b) to take action or exercise 3 rights under an electric easement that is already permitt 4 within the scope of the electric easement. 5 (2) Unless expressly prohibited by the terms of an	<u>zed</u>
<ul> <li>4 within the scope of the electric easement.</li> <li>5 (2) Unless expressly prohibited by the terms of an</li> </ul>	20
5 <u>(2) Unless expressly prohibited by the terms of an</u>	
6 <u>electric easement, an electric easement shall be deemed t</u>	
7 <u>allow an electric utility to install, maintain or own, or</u>	<u> </u>
8 permit a third party to install, maintain or own for	
9 <u>beneficial use by the electric utility, telecommunication</u>	1 <u>S</u>
10 <u>facilities and equipment for use in connection with the</u>	
11 provision of electricity by the electric utility.	
12 § 30A03. Statute of limitations, damages and limitations or	<u>1</u>
13 <u>damages.</u>	
14 (a) Time periods and applicability	
15 <u>(1) No claim or cause of action against an electric</u>	-
16 <u>utility or a commercial broadband supplier concerning the</u>	2
17 <u>electric utility's or commercial broadband supplier's</u>	
18 <u>exercise of rights under this chapter or any actions that</u>	<u>the</u>
19 <u>electric utility or commercial broadband supplier takes</u>	
20 <u>before the effective date of this section that</u> , if taken	on
21 or after the effective date of this section, would be	
22 <u>authorized under section 30A02(a)</u> (relating to electric	
23 <u>easements</u> , commercial broadband, broadband affiliates and	<u>1</u>
24 <u>notice required) may be brought by or on behalf of an</u>	
25 <u>interest holder more than two years after the latest of:</u>	
26 <u>(i) The effective date of this section.</u>	
27 (ii) The date of delivery of notice in accordance	<u>e_</u>
28 with section 30A02(b).	
29 <u>(iii) The date of recording of a memorandum in</u>	
30 <u>accordance with section 30A02(b)</u> .	

1	(2) Subsection (a)(1) does not apply to a claim or cause
2	of action based on:
3	(i) Physical damage to property.
4	<u>(ii) Injury to an individual.</u>
5	(iii) Breach of the terms and conditions of a
6	written electric easement as the terms and conditions
7	apply in accordance with section 30A02(d).
8	(3) Nothing in this section extends the statutory
9	limitation period applicable to a claim or revives an expired
10	<u>claim.</u>
11	(b) Limitation and allocation of liability
12	(1) A claim or cause of action to which subsection (a)
13	(1) applies shall not be brought by or on behalf of an
14	interest holder against a commercial broadband supplier for
15	actions that the commercial broadband supplier has taken
16	under section 30A02(b) on behalf of an electric utility.
17	(2) Nothing in this subsection prohibits an electric
18	utility and a commercial broadband supplier from contracting
19	to allocate liability for actions taken under section
20	<u>30A02(b).</u>
21	(c) Claims or causes of actionIf an interest holder
22	brings a trespass claim, inverse condemnation claim or any other
23	claim or cause of action to which subsection (a)(1) applies for
24	an electric utility's or commercial broadband supplier's
25	exercise of rights or performance of actions described in
26	section 30A02(a), the following apply to the claim or cause of
27	action:
28	(1) The measure of damages for all claims or causes of
29	action to which subsection (a)(1) applies, taken together, is
30	the fair market value of the reduction in value of the

1	interest holder's interest in the real property. In
2	determining or providing the fair market value under this
3	paragraph, the following apply:
4	(i) The following shall not be used and are not
5	admissible as evidence in any proceeding:
6	(A) Profits, fees or revenue derived from the
7	attached facilities.
8	(B) The rental value of the real property
9	interest or the electric easement, including the
10	rental value of any attached facilities or an
11	assembled broadband corridor.
12	(ii) Consideration shall be given to any increase in
13	value to the real property interest resulting from the
14	availability of commercial broadband to the real property
15	underlying the real property interest that arises from
16	the installation of attached facilities.
17	(2) The interest holder shall make reasonable
18	accommodations for the electric utility or commercial
19	broadband supplier to perform an appraisal or inspection of
20	the real property within 90 days following a written request
21	for an appraisal or inspection. The following apply:
22	(i) If an interest holder fails to make the
23	accommodations, the electric utility or commercial
24	broadband supplier has no further liability to the
25	interest holder.
26	(ii) The electric utility or commercial broadband
27	supplier shall promptly provide to the interest holder a
28	copy of an appraisal performed in accordance with this
29	paragraph.
30	(3) Any damages for a claim or cause of action to which

1	subsection (a)(1) applies:
2	(i) are limited to those damages that existed at the
3	time that the electric utility or commercial broadband
4	supplier first exercised the rights or performed the
5	actions; and
6	(ii) shall not be deemed to continue, accrue or
7	accumulate.
8	(4) With regard to a claim or cause of action to which
9	subsection (a)(1) applies:
10	(i) Except for an electric utility's or commercial
11	broadband supplier's failure to comply with section 30A02
12	(b), negligence or willful misconduct, or in accordance
13	with the terms and conditions of a written electric
14	easement as the terms and conditions apply in accordance
15	with section 30A02(d), an interest holder is not entitled
16	<u>to:</u>
17	(A) reimbursement from an electric utility or
18	commercial broadband supplier for the cost of an
19	appraisal;
20	<u>(B) attorney fees; or</u>
21	(C) an award for special, consequential,
22	indirect or punitive damages.
23	(ii) For purposes of this paragraph, an action or
24	failure to act by an electric utility or commercial
25	broadband supplier in furtherance of the electric
26	utility's or commercial broadband supplier's exercise of
27	rights specified in section 30A02(a) shall not be deemed
28	<u>negligence or willful misconduct.</u>
29	(d) Effect of acceptance of damage awardBy accepting a
30	damage award for a claim or cause of action to which subsection

1	(a)(1) applies, an interest holder shall be deemed to have
2	granted an increase in the scope of the electric easement, equal
3	in duration to the term of the electric easement and subject to
4	section 30A02(d), to the extent of the interest holder's rights
5	in the real property, for all of the uses of the real property
6	and actions specified in section 30A02(a).
7	<u>§ 30A04. Electric utility obligations.</u>
8	(a) Prohibited and required activitiesAn electric utility
9	that exercises rights under section 30A02(a) (relating to
10	electric easements, commercial broadband, broadband affiliates
11	and notice required) for the provision of commercial broadband:
12	(1) May not discriminate among commercial broadband
13	suppliers, including broadband affiliates, in offering or
14	granting rights to install or attach any attached facilities.
15	(2) Shall charge fees that are nondiscriminatory among
16	commercial broadband suppliers for a substantially similar
17	lease or use of the capacity of attached facilities owned or
18	controlled by the electric utility, but only to the extent an
19	electric utility chooses, in its sole discretion, to offer
20	the lease or use to a particular commercial broadband
21	<u>supplier.</u>
22	(b) Broadband affiliateIf an electric utility that has a
23	broadband affiliate, the broadband affiliate shall:
24	(1) Charge just and reasonable attachment fees,
25	including recurring fees, that are related to the costs
26	associated with the attachment, such as a just and reasonable
27	share of the carrying costs of the per pole investment,
28	including ongoing maintenance of the pole based on the
29	portion of the usable space on the pole occupied by the
30	attachment.

- 17 -

1	(2) Provide all commercial broadband suppliers access to		
2	all poles and similar support structures owned by the		
3	electric utility or broadband affiliate for the purpose of		
4	attaching equipment for the provision of commercial		
5	broadband. Access provided in accordance with this paragraph		
6	shall be provided:		
7	(i) on a just, reasonable and nondiscriminatory		
8	basis; and		
9	(ii) under terms and conditions that are no less		
10	favorable than the terms and conditions offered to		
11	broadband affiliates, including terms and conditions		
12	regarding application requirements, technical		
13	requirements, electric lineworker health and safety		
14	requirements, administrative fees, timelines and make-		
15	ready requirements.		
16	(3) Charge fees that are nondiscriminatory among		
17	commercial broadband suppliers for a substantially similar		
18	lease or use of the capacity of attached facilities owned or		
19	controlled by the electric utility or broadband affiliate and		
20	that are equal to or less than the fees that the electric		
21	utility charges to its broadband affiliates, but only to the		
22	extent an electric utility or broadband affiliate chooses, in		
23	its sole discretion, to offer the lease or use to a		
24	particular commercial broadband supplier.		
25	(c) Effect of sectionSubject to the requirements of		
26	subsection (a), nothing in this section requires an electric		
27	utility to offer or grant a right to access or use an electric		
28	easement or to use attached facilities or electric service		
29	infrastructure owned or controlled by the electric utility in a		
30	manner that would, in the electric utility's reasonable		
202	20210HB1488PN1662 - 18 -		

1	discretion, materially interfere with the electric utility's
2	construction, maintenance or use of electric utility
3	infrastructure for the provision of electric service.
4	(d) Withholding authorization
5	(1) An electric utility with a broadband affiliate shall
6	not unreasonably withhold authorization or delay a decision
7	whether to provide authorization to a commercial broadband
8	supplier to install, maintain, own, operate or use the
9	commercial broadband supplier's attached facilities on
10	electric service infrastructure owned or controlled by the
11	electric utility. An electric utility may only withhold
12	authorization under this subsection if the reason for
13	withholding authorization is that:
14	(i) there is insufficient capacity for the attached
15	<u>facilities; or</u>
16	(ii) concerns of safety or reliability or generally
17	applicable engineering purposes weigh against granting
18	the authorization.
19	(2) An electric utility that withholds authorization
20	under this subsection shall promptly notify the commercial
21	broadband supplier in writing of the reasons for withholding
22	authorization.
23	<u>(e) Retail commercial broadbandAn electric utility may</u>
24	not directly provide retail commercial broadband but may cause
25	or allow a broadband affiliate to offer retail commercial
26	broadband. As long as an electric utility maintains its
27	exclusive right to provide electric service to customers within
28	its exclusive service territory, both the electric utility that
29	has a broadband affiliate and the broadband affiliate:
30	(1) Shall maintain or cause to be maintained an

1	accounting system for the broadband affiliate separate from
2	the electric utility's accounting system, using generally
3	accepted accounting principles or another reasonable and
4	customary allocation method.
5	(2) Shall cause a financial audit to be performed by an
6	independent certified public accountant, within two years
7	after commencement of commercial operation of retail
8	commercial broadband and at least once every two years
9	thereafter, with respect to the broadband affiliate's
10	provision of commercial broadband, including an audit of the
11	allocation of costs for property and services that are used
12	in both the provision of commercial broadband and the
13	electric utility's provision of electric service.
14	(3) May not cause or allow the electric utility to use
15	its exclusive right to provide electric services within its
16	exclusive territory to cross-subsidize the broadband
17	affiliate or its provision of commercial broadband, whether
18	by below fair market value pricing, payment of capital or
19	operating costs properly charged to the broadband affiliate
20	under applicable accounting rules or use of any revenue from
21	or subsidy for the provision of electric service to provide
22	commercial broadband below market value, except in connection
23	with the electric utility's provision of electricity. Nothing
24	in this paragraph prohibits an electric utility from doing
25	any of the following:
26	(i) Entering into a transaction with a broadband
27	affiliate on terms and conditions substantially similar
28	to those that would be agreed to between two similarly
29	situated parties in an arm's-length commercial
30	transaction.

- 20 -

1	(ii) Lending funds to a broadband affiliate if the
2	interest rate on the loan is no less than the electric
3	utility's lowest cost of capital.
4	(iii) Exchanging services or materials for other
5	services or materials of equivalent value.
6	(iv) Providing reduced-cost commercial broadband to
7	low-income retail customers.
8	(v) Conducting and funding due diligence,
9	operational analysis, entity set-up and associated
10	noncapital expenditures relating to and prior to the
11	establishment of a broadband affiliate.
12	(f) Certification and dispute
13	(1) Upon request of a commercial broadband supplier, an
14	electric utility and a broadband affiliate subject to this
15	section shall cause an officer of the electric utility and an
16	officer of the broadband affiliate to certify that the
17	electric utility and the broadband affiliate, respectively,
18	are in compliance with this section.
19	(2) If a dispute arises between an electric utility or
20	its broadband affiliate and an unaffiliated commercial
21	broadband supplier:
22	(i) Regarding matters addressed in this chapter, the
23	parties to the dispute have standing to file a claim or
24	cause of action in a court of competent jurisdiction in
25	this Commonwealth.
26	(ii) The following are discoverable and admissible
27	as evidence in court regarding the electric utility's and
28	its broadband affiliate's compliance with this section:
29	(A) A certification requested and produced in
30	accordance with this subsection.

1	(B) The terms and conditions applied to the
2	electric utility's or broadband affiliate's offer to
3	or grant of a right to the unaffiliated commercial
4	broadband supplier to install, maintain, own, operate
5	or use attached facilities.
6	(C) An audit required to be performed under
7	<u>subsection (e).</u>
8	<u>(g) Federal law</u>
9	(1) Notwithstanding any other provision of this chapter,
10	an electric utility that is subject to regulation under 47
11	U.S.C. § 224 (relating to pole attachments), and the
12	regulations promulgated by the Federal Communications
13	Commission in accordance with 47 U.S.C. § 224, is not subject
14	to this section.
15	(2) Nothing in this chapter:
16	(i) Subjects an electric utility to regulation by
17	the Federal Communications Commission.
18	(ii) Constitutes an exercise of, or an obligation or
19	intention to exercise, the right of the Commonwealth
20	under 47 U.S.C. § 224(c) to regulate the rates, terms and
21	conditions for pole attachments, as defined in 47 U.S.C.
22	<u>§ 224(a)(4).</u>
23	(iii) Constitutes a certification, or an obligation
24	or intention to certify, to the Federal Communications
25	<u>Commission under 47 U.S.C. § 224.</u>
26	<u>§ 30A05. Electric power companies.</u>
27	(a) Right-of-wayA foreign or domestic corporation
28	organized or chartered for the purpose, among other things, of
29	conducting and maintaining electric power transmission lines for
30	providing power or light by means of electricity for hire shall
202	10HB1488PN1662 - 22 -

1	have a right-of-way for the construction, operation and	
2	maintenance of the electric power transmission lines through a	
3	patented or unpatented mine or mining claim or other land	
4	without the consent of the owner of the patented or unpatented	
5	mine or mining claim or other land, if the right-of-way is	
6	necessary for the purposes proposed.	
7	(b) Permissible activitiesAn electric utility exercising	
8	its rights under subsection (a) may:	
9	(1) Install or allow the installation of an attached	
10	facility.	
11	(2) Exercise any rights available to the electric	
12	utility in connection with the installation.	
13	<u>§ 30A06. Power of companies to contract.</u>	
14	(a) ContractsAn electric light power, gas or pipeline	
15	company or a municipality may contract with the owner of real	
16	property or a franchise, easement or interest therein over or	
17	under which the line of electric light wire power or pipeline is	
18	proposed to be laid or created for the right-of-way for the	
19	construction, maintenance and operation of electric light wires,	
20	pipes, poles, regulator stations, substations or other property	
21	and for the erection, maintenance, occupation and operation of	
22	offices at suitable distances for the public accommodation.	
23	(b) Permissible activityAn electric utility exercising	
24	its rights under subsection (a) may, in accordance with this	
25	chapter, install or allow the installation of an attached	
26	facility for commercial broadband.	
27	(c) DefinitionAs used in this section, the term	
28	"municipality" means a county, city, borough, incorporated town	
29	<u>or township.</u>	
30	Section 6. This act shall take effect in 90 days.	
202	20210HB1488PN1662 - 23 -	