

General Assembly

February Session, 2024

## Raised Bill No. 5446

LCO No. **2730** 

Referred to Committee on ENERGY AND TECHNOLOGY

Introduced by: (ET)

### AN ACT CONCERNING FUNDING FOR COMMUNITY ACCESS TELEVISION, THE CONNECTICUT TELEVISION NETWORK AND LOW-INCOME INTERNET ACCESS.

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

- 1 Section 1. Section 12-256 of the general statutes is repealed and the
- 2 following is substituted in lieu thereof (Effective October 1, 2024, and
- 3 *applicable to quarterly periods commencing on and after October 1, 2024):*
- 4 (a) For purposes of this [section,] <u>section</u>:
- 5 (1) "Person" means person, as defined in section 12-1;
- 6 (2) "Communications services provider" means any person engaged 7 in the business of providing services to end users in the state through landline facilities, wireless facilities or satellite transmission 8 constructed, operated or maintained by: (A) A telephone company or a 9 10 domestic telephone company, as such terms are defined in section 16-1; 11 (B) a certified telecommunications provider, as defined in section 16-1, that holds a certificate of public convenience and necessity; (C) a 12 13 community antenna television company, that operates pursuant to a

14	certificate of public convenience and necessity; (D) a certified		
15	competitive video service provider, as defined in section 16-1; (E) a		
16	provider of noncable communications service, as defined in section 16-		
17	1; (F) a cellular mobile telephone carrier that provides cellular mobile		
18	telephone service pursuant to section 16-250b; or (G) any combination		
19	thereof;		
20	(3) "Communications services" means any services provided by a		
21	communications services provider;		
22	(4) "Landline facilities" means lines, facilities, apparatus and auxiliary		
22	equipment located in, under or over any public street or highway or in		
23 24	any other area and that are used to transmit or deliver communications		
24 25	services;		
23	<u>services</u> ,		
26	(5) "Wireless facilities" means any facilities used for the transmission		
27	or delivery of cellular mobile telephone service or mobile		
28	telecommunications service, or for satellite transmission;		
29	(6) "Satellite transmission" means the transmission or delivery of		
30	communications services by satellites in orbit around the earth,		
31	irrespective of whether such services are transmitted or delivered		
32	pursuant to a certificate from the Public Utilities Regulatory Authority;		
33	(7) ["quarterly period"] <u>"Quarterly period"</u> means a period of three		
33 34			
	calendar months commencing on the first day of January, April, July or		
35	October and ending on the last day of March, June, September or		
36	December, respectively.		
37	(b) Each [person operating a community antenna television system		
38	under chapter 289 or a certified competitive video service pursuant to		
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sections 16-331e to 16-331o, inclusive, and each person operating a business that provides one-way transmission to subscribers of video programming by satellite,] <u>communications services provider</u> shall pay a quarterly tax upon the gross earnings from (1) [the lines, facilities, apparatus and auxiliary equipment in this state used for operating a community antenna television system] <u>landline facilities used to</u>

45 provide communications services to persons in the state, or (2) the 46 transmission [to subscribers in this state of video programming by 47 satellite or by a certified competitive video service provider, as the case 48 may be] of any communications services to persons in the state through 49 wireless facilities or through satellite transmission. No deduction shall 50 be allowed from such gross earnings for operations related to 51 commissions, rebates or other payments, except such refunds as arise 52 from errors or overcharges. On or before the last day of the month next 53 succeeding each quarterly period, each such person shall render to the 54 commissioner a return on forms prescribed or furnished by the 55 commissioner, signed by the person performing the duties of treasurer 56 or an authorized agent or officer of the system or service operated by 57 such person, which return shall include information regarding the name 58 and location within this state of such system or service and the total 59 amount of gross earnings derived from such operations and such other 60 facts as the commissioner may require for the purpose of making any 61 computation required by this chapter.

(c) For purposes of this chapter, [a holder of a certificate of cable 62 63 franchise authority under section 16-331p, and a community antenna 64 television company issued a certificate of video franchise authority 65 under section 16-331e for any service area in which it was not certified 66 to provide community antenna television service pursuant to section 16-67 331 on or before October 1, 2007, shall be treated as a person operating 68 a community antenna television system under chapter 289] gross 69 earnings shall include: (1) Gross receipts from the charge for any 70 communications services billed to a person in the state; (2) receipts from 71 any subscriber line charges or other charges or assessments required by 72 the Federal Communications Commission, or from any other 73 governmental fees or assessments that are itemized on a customer's 74 billing statement; (3) any charges for the installation or maintenance of 75 wiring on a customer's premises; (4) any charges for the purchase or 76 rental of equipment, modems, phones or other devices that enable or 77 facilitate the use and enjoyment of any communications services; and (5) 78 any other service charges or fees assessed by the communications

### 79 <u>services provider.</u>

# 80 (d) The provisions of this section shall not apply to any state entity 81 providing services pursuant to section 4d-82.

Sec. 2. Section 12-258 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2024, and applicable to quarterly periods commencing on and after October 1, 2024*):

85 (a) Each [person included in section 12-256] communications services 86 provider, as defined in section 12-256, as amended by this act, shall be 87 taxed upon the amount of the gross earnings in each quarterly period 88 from the lines, facilities, apparatus and auxiliary equipment operated by 89 it in this state, or from the transmission of [video programming] any 90 services to persons in the state by satellite transmission or [by a certified 91 competitive video service provider to subscribers in this state,] wireless 92 facilities, as such terms are defined in section 12-256, as amended by this 93 act, as [the case may be] applicable, at the rates provided in this section.

94 (b) Gross earnings for any quarterly period, for the purposes of 95 assessment and taxation, shall be as follows: In the case of a person 96 carrying on the business wholly within the limits of this state, the entire 97 amount of the gross earnings subject to the tax imposed under section 98 12-256, as amended by this act; in the case of a person also carrying on 99 the business outside of this state, a portion of the entire amount of the 100 gross earnings subject to the tax imposed under section 12-256, as 101 <u>amended by this act</u>, apportioned to this state as follows:

102 (1) In the case of a [person operating a community antenna television 103 system] communications services provider, as defined in section 12-256, 104 as amended by this act, that provides services to persons in the state 105 through landline facilities, as defined in section 12-256, as amended by 106 this act, such portion of the total gross earnings from the lines, facilities, 107 apparatus and auxiliary equipment operated by it as is represented by 108 the total number of miles of lines operated by such person within this 109 state on the first day and on the last day of such quarterly period to the 110 total number of miles of lines operated by such person both within and

without the state on said dates, except as provided in subdivision (3) of
this subsection;

113 (2) [in] In the case of a [person operating a business that provides one-114 way transmission to subscribers of video programming by satellite] 115 communications services provider, as defined in section 12-256, as amended by this act, that provides services to persons in the state by 116 117 satellite or wireless facilities, as defined in section 12-256, as amended 118 by this act, such portion of the total gross earnings from the transmission 119 to subscribers in this state as is represented by the total number of 120 subscribers served by such person within this state on the first day and 121 on the last day of such quarterly period to the total number of 122 subscribers served by such person both within and without the state on 123 said dates; and

124 (3) [in] In the case of a [person providing] communications services provider, as defined in section 12-256, as amended by this act, that is a 125 126 certified competitive video service provider, as defined in section 16-1, 127 such portion of the total gross earnings from the transmission to 128 subscribers in this state as is represented by the total number of 129 subscribers served by such person within this state on the first and the 130 last days of such quarterly period to the average of the total number of 131 subscribers served by such person both within and without the state on 132 said dates.

133 (c) The rates of tax on the gross earnings as determined in this section shall be as follows: [(1) Persons operating a community antenna 134 135 television system or a certified competitive video service, five] Five per 136 cent of such gross earnings, reduced by: [any] (1) Any assessments made 137 pursuant to section 16-49 which are attributable to the year in which 138 such tax is assessed; and (2) [persons operating a business that provides 139 one-way transmission to subscribers of video programming by satellite, 140 five per cent of such gross earnings] any fee for community access 141 operations funding assessed to such communications services provider, 142 as defined in section 12-256, as amended by this act, by the Public 143 Utilities Regulatory Authority pursuant to subsection (k) of section 16331a, as amended by this act, provided that any such provider did not
charge any community access fee on any bill to a subscriber of cable or
video service or to any other end-user of services provided by such
provider.

Sec. 3. Section 12-80 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2024, and applicable to assessment years commencing on or after October 1, 2024*):

151 Real and tangible personal property owned by any company, 152 including a foreign municipal electric utility as defined in section 12-59, 153 employed in the manufacture, transmission or distribution of gas or 154 electricity or both to be used for light, heat or motive power or in the 155 operation of a system of water works for selling or distributing water or 156 both for domestic or power purposes or for two or more of such 157 purposes shall be set in the list of each town where such property is 158 situated on its assessment day and shall be liable to taxation at such 159 percentage of its fair market value as is determined by the assessors 160 under the provisions of sections 12-64 and 12-71. The provisions of this 161 section shall not affect the provisions of section 12-76. Property subject 162 to taxation under the provisions of this section shall not be subject to 163 taxation under the provisions of sections 12-77, 12-78 and 12-79. 164 Railroad companies subject to taxation under the provisions of chapter 165 210 [, and express, telephone and cable companies subject to taxation 166 under the provisions of chapter 211,] shall not be subject to the 167 provisions of this section.

Sec. 4. Subsection (e) of section 12-80a of the general statutes is
repealed and the following is substituted in lieu thereof (*Effective October*170 1, 2024, and applicable to assessment years commencing on or after October 1,
2024):

(e) For assessment years commencing on or after October 1, [1997]
<u>2024</u>, the provisions of this section, including informational reporting
requirements imposed on owners, shall [also] apply [, to the extent
provided in section 12-80b,] to property that is used both to render
telecommunications service subject to tax under chapter 219 and to

render community antenna television service subject to tax under
chapter 219. [and that is required, under subsection (a) of section 12-80b,
to be taxed as provided in this section.]

180 Sec. 5. Section 16-331a of the general statutes is repealed and the 181 following is substituted in lieu thereof (*Effective October 1, 2024*):

(a) As used in this section, "multichannel video programming
distributor" means a multichannel video programming distributor, as
defined in 47 CFR 76.1300, as <u>amended</u> from time to time, [amended,]
and includes an owner of an open video system, as defined in 47 CFR
76.1500, as <u>amended</u> from time to time. [amended.]

187 (b) Each community antenna television company or organization 188 selected pursuant to subsection (c) of this section, in consultation with 189 the franchise's advisory council, shall provide facilities, equipment, and 190 technical and managerial support to enable the production of 191 meaningful community access programming within [its] <u>a</u> franchise 192 area. Each <u>community antenna television</u> company shall include all [its] 193 community access channels in [its] such company's basic service 194 package. Each company or organization shall annually review its rules, 195 regulations, policies and procedures governing the provision of 196 community access programming. Such review shall include a period for 197 public comment, a public meeting and consultation with the franchise's 198 advisory council.

199 (c) If a community-based nonprofit organization in a franchise area 200 desires to assume responsibility for community access operations, [it] 201 the authority shall, upon [timely] petition [to the authority, be granted 202 intervenor status in a franchise] by such organization, hold a proceeding 203 [held] pursuant to this section. The authority shall assign [this] 204 responsibility for community access operations to the most qualified 205 community-based nonprofit organization or to the community antenna 206 television company in such franchise area based on the following 207 criteria: (1) The recommendations of the advisory council and of the 208 municipalities in the franchise area; (2) a review of the organization's or

209 the company's performance in providing community access 210 programming; (3) the operating plan submitted by the organization and 211 the company for providing community access programming; (4) the 212 experience in community access programming of the organization; (5) 213 the organization's and the company's proposed budget, including 214 expenses for salaries, consultants, attorneys, and other professionals; (6) 215 the quality and quantity of the programming to be created, promoted or 216 facilitated by the organization or the company; (7) a review of the 217 organization's procedures to ensure compliance with federal and state 218 law, including the regulations of Connecticut state agencies; and (8) any 219 other criteria determined to be relevant by the authority. If the authority 220 selects an organization to provide community access operations, the 221 company shall provide financial and technical support to the 222 organization in an amount to be determined by the authority. On 223 petition of the Office of Consumer Counsel or the franchise's advisory 224 council or on its own motion, the authority shall hold a hearing, with 225 notice, on the ability of the organization to continue [its] such 226 organization's responsibility for community access operations. In its 227 decision following such a hearing, the authority may reassign the 228 responsibility for community access operations to another organization 229 or the company in accordance with the provisions of this subsection.

230 (d) Each company or organization shall conduct outreach programs 231 and promote its community access services [. Such outreach and 232 promotion may include, but not be limited to (1) broadcasting cross-233 channel video announcements, (2) distributing information throughout 234 the franchise area and not solely to its subscribers, (3) including 235 community access information in its regular marketing publications, (4) 236 broadcasting character-generated video text messages or 237 announcements on barker or access channels, (5) making speaking 238 engagements, (6) holding open receptions at its community access 239 facilities, and (7) in multitown franchise areas, encouraging the 240 formation and development of local community access studios operated 241 by volunteers or nonprofit operating groups] in a manner that best 242 serves the relevant community or communities, as determined by the

### 243 <u>authority</u>.

244 (e) Each company or organization shall adopt for its community 245 programming a scheduling policy which encourages access 246 programming diversity. Said scheduling policy shall include: (1) 247 [limiting] Limiting a program, except instructional access and 248 governmental access programming, to thirteen weeks in any one time 249 slot when a producer of another program requests the same time slot, 250 (2) procedures for resolving program scheduling conflicts, and (3) other 251 measures which the company or organization deems appropriate. A 252 company or organization may consider the availability of a substantially 253 similar time slot when making community access programming 254 scheduling decisions.

255 (f) [In the case of any initial, transfer or renewal franchise proceeding 256 held on or after October 1, 1990, the] The authority may, on its own 257 initiative, [in the first six months of the second, fifth, eighth and eleventh 258 years of the franchise term, review and evaluate the company's or the 259 organization's provision of community access programming. [The 260 authority shall conduct such review or evaluation in any such 261 proceeding held on or after October 1, 1990, if] If the Consumer Counsel 262 or any interested party petitions the authority for such a review, [during 263 the first six months of the review year] the authority shall conduct such 264 review and evaluation. During any such review, [year,] if an 265 organization desires to provide community access operations it shall 266 petition the authority and the authority shall follow the procedures and 267 standards described in subsection (c) of this section in determining 268 whether to assign to the organization the responsibility to provide such 269 operations. No community access programming produced using the 270 facilities or staff of an organization or company providing community 271 access operations shall be utilized for commercial purposes without 272 express prior written agreement between the producer of such 273 programming and the organization or company providing community 274 access operations the facilities or staff of which were used in the 275 production of the programming. Such an agreement may include, 276 without limitation, a provision [regarding] that requires the producer

[and] of programming utilized for commercial purposes to share profits
realized by such programming with the company or organization.
[sharing any profit realized from such programming so utilized.] An
organization providing community access operations shall consult with
the company in the franchise area prior to making such an agreement.

282 (g) No organization or company providing community access 283 operations shall exercise editorial control over such programming, 284 except as to programming that is obscene and except as otherwise 285 allowed by applicable state and federal law. This subsection shall not be 286 construed to prohibit such organization or company from limiting the 287 hours during which adult programs may be aired. Such organization or 288 company may consult with the advisory council in determining what 289 constitutes an adult program for purposes of this subsection.

290 (h) Upon the request of the Office of Consumer Counsel or the 291 franchise's advisory council, and for good cause shown, the authority 292 shall require [an] the company or organization responsible for 293 community access operations within a franchise area to have an 294 independent audit conducted at the expense of [the] such company or 295 organization. For purposes of this subsection, "good cause" may include, 296 but need not be limited to, the failure or refusal of such organization: (1) 297 [to] <u>To</u> account for and reimburse the community access programming 298 budget for its commercial use of community access programming 299 facilities, equipment or staff, or for the allocation of such facilities, 300 equipment or staff to functions not directly related to the community access operations of the franchise, (2) to carry over unexpended 301 302 community access programming budget accounts at the end of each 303 fiscal year, (3) to properly maintain community access programming 304 facilities or equipment in good repair, [or] (4) to plan for the replacement 305 of community access programming equipment made obsolete by 306 technological advances, or (5) to make efforts to facilitate the production 307 of local programming and to ensure that such programming is carried on a community antenna television company's basic service package. In 308 309 response to any such request, the authority shall state, in writing, the 310 reasons for its determination.

(i) (1) Each company and nonprofit organization providing
community access operations shall report annually to the authority on
or before February fifteenth. The authority shall adopt regulations, in
accordance with the provisions of chapter 54, to specify the information
[which shall be] that is required in such report. Such information shall
[be] include information necessary for the authority to carry out the
provisions of this section.

(2) The authority may request additional information from any such
 company or organization that is not provided in such annual report if
 the authority determines that having such additional information is
 necessary for the authority to carry out the provisions of this section.

(j) The advisory council shall review all community access
programming of a company or organization within the franchise area
which programming has been the subject of a complaint.

325 (k) [The] <u>(1) For each franchise area, the</u> authority shall establish the 326 amount that the company or organization responsible for community 327 access operations <u>in such franchise area</u> shall receive for such 328 operations<u>.</u> [from subscribers and from multichannel video 329 programming distributors.]

330 (2) The total amount of funding for all community access operations 331 in the state for the calendar year commencing January 1, 2025, and each 332 calendar year thereafter, shall [be five dollars per subscriber per year] equal the total amount of funding that all companies and organizations 333 334 responsible for community access operations in the state received from 335 subscriber fees in the fiscal year ending June 30, 2015, adjusted annually 336 by a percentage reflecting the increase or decrease of the consumer price 337 index [for the preceding calendar year] in the years following said fiscal 338 year, as published by the United States Department of Labor, Bureau of 339 Labor Statistics, provided the authority may increase or decrease the 340 total amount by not more than forty per cent [of said amount for the 341 subscribers and all multichannel video programming distributors 342 within a franchise area after considering (1) the] in any given year. In 343 deciding whether to increase or decrease the total amount, the authority 344 shall consider: (A) The criteria set forth in subsection (c) of this section, 345 [(2)] (B) the level of public interest in community access operations in 346 the franchise area, [(3)] (C) the level of community need for educational access programming, [(4)] (D) the level and breadth of participation in 347 348 community access operations, [(5)] (E) the adequacy of existing facilities, 349 equipment and training programs to meet the current and future needs 350 of the franchise area, and [(6)] (F) any other factors determined to be 351 relevant by the authority. Prior to increasing or decreasing [said] such 352 amount, the authority shall give notice and opportunity for a hearing to 353 the company, organization or, where applicable, the multichannel video 354 programming distributor. [and, where applicable, the organization responsible for community access programming. The amount shall be 355 356 assessed once each year for each end user premises connected to an open 357 video system, irrespective of the number of multichannel video 358 programming distributors providing programming over the open video 359 system.]

360 (3) The authority shall assess a fee to each holder of a certificate of 361 cable franchise authority or a certificate of video franchise authority that provides video programming to a franchise area that existed on October 362 363 1, 2007. If more than one such certificate holder serves such franchise area, the authority shall apportion such fee based on the ratio of 364 subscribers of such certificate holder in such franchise area on the first 365 366 day of such calendar year to the total number of subscribers of all 367 certificate holders that serve such franchise area on the first day of such 368 calendar year. If a community access operation is managed by a 369 nonprofit organization, the authority shall require each certificate 370 holder to pay the fee in installments of not less than twenty-five per cent 371 of the total annual fee directly to such nonprofit organization, not later than twenty-five days after the last day of each calendar quarter. The 372 373 total annual fees assessed by the authority to all certificate holders in a 374 franchise area shall equal the amount established pursuant to subdivision (1) of this subsection for such franchise area. 375

376 (4) When the authority [issues, transfers or renews a certificate of

377 public convenience and necessity to operate a community antenna 378 television system] (A) approves the transfer of a certificate of video 379 franchise authority or a certificate of cable franchise authority, or (B) approves an application under section 16-47 for a merger, acquisition or 380 381 change of control involving any holder of a certificate of cable franchise 382 authority or certificate of video franchise authority, or involving a 383 holding company that controls any such holder of a certificate of cable 384 franchise authority or certificate of video franchise authority, the 385 authority shall include in the [franchise agreement] final decision the amount that the company or organization responsible for community 386 387 access operations shall receive for such operations. [from subscribers. 388 The authority shall conduct a proceeding to establish the amount that 389 the company or organization responsible for community access 390 operations shall receive for such operations from multichannel video 391 programming distributors and the method of payment of said amount. 392 The authority shall adopt regulations in accordance with chapter 54 to 393 implement the provisions of this subsection.]

(l) An organization assigned responsibility for community access
operations [which organization] <u>that</u> ceases to provide such operations
shall transfer its assets to the successor organization assigned such
responsibility or, if no successor organization is assigned such
responsibility, to another nonprofit organization within the franchise
area selected by the authority.

400 [(m) On petition or its own motion, the authority shall determine 401 whether a franchise area is subject to effective competition, as defined 402 in 47 USC 543, as from time to time amended. Upon a determination 403 that a franchise area is subject to effective competition, the provisions of 404 this section shall apply to multichannel video programming distributors 405 operating in the franchise area, provided (1) where multichannel video 406 programming distributors provide programming over a single open 407 video system, the provisions of this section shall apply jointly and not 408 separately to all such distributors providing programming on the same 409 open video system, and (2) the provisions of subsection (k) of this 410 section shall apply to multichannel video programming distributors

411 whether or not such distributors operate in a franchise area subject to412 such effective competition.]

413 [(n)] (m) No community antenna television company or nonprofit 414 organization providing community access operations shall refuse to 415 engage in good faith negotiation regarding interconnection of such 416 operations with other community antenna television companies serving 417 the same area. No school or facility owned or leased by a municipal 418 government that possesses community access operations equipment 419 shall unreasonably deny interconnection with or the use of such 420 equipment to any such company or nonprofit organization. At the 421 request of such a company or nonprofit organization providing 422 community access operations, the authority may facilitate the 423 negotiation between such company or organization and any other 424 community antenna television company regarding interconnection of 425 community access operations.

[(o)] (n) Each company or organization shall consult with its advisory
council in the formation of a community access programming policy,
the adoption of the community access programming budget and the
allocation of capital equipment and community access programming
resources.

431 (o) Each household unit in any multiunit residential building or other 432 facility subject to the provisions of section 16-333a, that subscribes to 433 video programming, has constituted and shall continue to constitute an individual subscriber, notwithstanding any joint or bulk billing 434 435 arrangement that existed prior to the effective date of this section. The 436 authority shall ensure that (1) any past subscriber counting was 437 accurate, and (2) ongoing subscriber counting is accurate. The authority 438 may issue orders to retroactively and prospectively correct the counting 439 of subscribers.

(p) Each company or organization assigned responsibility for
 community access operations under this section has the right to record
 in person and transmit live any public meeting or official event of any

municipality, as defined in section 12-41, or any regional council of
government organized under the provisions of sections 4-124i to 4-124p,
inclusive. The authority may investigate any dispute or complaint
arising under this subsection.

447 (q) Not later than July 1, 2030, and July first every five years 448 thereafter, the authority shall, in accordance with the provisions of 449 section 11-4a, report to the joint standing committee of the General 450 Assembly having cognizance of matters relating to energy and 451 technology on the status of funding for community access operations 452 during the five years preceding such report and the quantity of 453 community access programming that was produced locally during such period, as reported by each community access organization or 454 community antenna television company. 455

Sec. 6. Section 2-71x of the 2024 supplement to the general statutes is
repealed and the following is substituted in lieu thereof (*Effective October*1, 2024):

459 For the fiscal year ending June 30, 2024, and each fiscal year 460 thereafter, the Comptroller shall segregate three million two hundred 461 thousand dollars of the amount of the funds received by the state from 462 the tax imposed under chapter 211 on [public service companies 463 providing community antenna television service] communications 464 services providers in [this] the state. The moneys segregated by the 465 Comptroller shall be deposited with the Treasurer and made available 466 to the Office of Legislative Management to defray the cost of providing 467 the citizens of [this] the state with Connecticut Television Network 468 coverage of state government deliberations and public policy events.

469 Sec. 7. Section 16-331cc of the general statutes is repealed and the 470 following is substituted in lieu thereof (*Effective October 1, 2024*):

(a) There is established an account to be known as the "public,
educational and governmental programming and education technology
investment account", which shall be a separate, nonlapsing account
within the General Fund. The account shall contain any moneys

475 required by law to be deposited in the account and any interest or
476 penalties collected by the Commissioner of Revenue Services pursuant
477 to subdivision (2) of subsection (c) of this section.

478 (b) The moneys in said account shall be expended by the Public 479 Utilities Regulatory Authority as follows: (1) Fifty per cent of said 480 moneys shall be available to [local community antenna television and 481 video advisory councils; the state-wide video advisory council; public, 482 educational and governmental programmers and] public, educational 483 and governmental studio operators to subsidize capital and equipment 484 costs related to producing and procuring such programming, and (2) 485 fifty per cent of said moneys shall be available to boards of education 486 and other primary or secondary education entities as grants for 487 education technology initiatives that promote digital equity and digital 488 literacy, as such terms are defined in section 16-330a. If requested by the 489 Commission for Educational Technology established pursuant to 490 section 4d-80, the authority shall consult with said commission 491 concerning any application for a grant for an education technology 492 initiative pursuant to this subsection.

493 (c) (1) The account shall be supported solely through [a tax equal to 494 one-half of one per cent of the gross earnings from rendering 495 community antenna television service, video programming service by 496 satellite and certified competitive video service in this state for quarterly 497 periods beginning on or after October 1, 2007, and before October 1, 498 2009, and] a tax equal to one-quarter of one per cent of the gross earnings 499 from rendering [community antenna television service, video 500 programming service by satellite and certified competitive video] any 501 service in this state for quarterly periods beginning on or after [October 502 1, 2009] January 1, 2025, by each [person operating a community 503 antenna television system under this chapter or a certified competitive 504 video service pursuant to sections 16-331e to 16-331p, inclusive, and 505 each person operating a business that provides one-way transmission to 506 subscribers of video programming by satellite] communications 507 services provider, as defined in section 12-256, as amended by this act. 508 Such tax for a quarterly period shall be remitted to the Department of

Revenue Services, on or before the last day of the month next succeeding the quarterly period, on a form prescribed by the Commissioner of Revenue Services, which form shall be signed by the person performing the duties of treasurer or an authorized agent or officer. For the purposes of this section, gross earnings in this state shall be determined in a manner consistent with chapter 211.

(2) The amount of any tax due and unpaid under this section shall be
subject to the penalties and interest established in sections 12-268d and
12-268e, and the taxpayer from which such tax is due and unpaid shall
be subject to the administrative provisions of sections 12-268f, 12-268g,
12-268i and 12-268l. The amount of any tax, penalty or interest due and
unpaid under this section may be collected under the provisions of
section 12-35.

522 (d) On or before October 1, 2007, the Public Utilities Regulatory 523 Authority shall initiate a contested case proceeding to establish 524 eligibility requirements and procedures for applying for allocations 525 from the account. On or before April 1, 2008, the authority shall issue a 526 final decision in the contested case proceeding. Such decision shall 527 include any recommendations to the Governor and the General 528 Assembly that the authority deems necessary with regard to the 529 ongoing operation of the account.

[(e) For purposes of this section, a holder of a certificate of cable franchise authority pursuant to section 16-331p shall be treated as a person operating a community antenna television system pursuant to this chapter and community antenna television service shall include service provided by a holder of a certificate of cable franchise authority pursuant to section 16-331p.]

536 [(f)] (e) The Comptroller shall deposit into the public, educational and 537 governmental programming and education technology investment 538 account, established pursuant to this section, the total of the tax imposed 539 on [community antenna television service, video programming service 540 by satellite and certified competitive video service] <u>communications</u> 541 services providers, as defined in section 12-256, as amended by this act,
542 pursuant to this section.

543 [(g) When the balance of said account reaches more than one hundred 544 fifty thousand dollars, the authority shall make a one-time transfer of 545 one hundred fifty thousand dollars to the Office of Legislative 546 Management for expenses related to the allowance of interconnection of 547 the Connecticut Television Network with a certified competitive video 548 service provider, as defined in section 16-1, for the purpose of making 549 the Connecticut Television Network available to such provider's 550 customers.]

551 Sec. 8. (NEW) (Effective upon passage) (a) The Office of Consumer 552 Counsel, in consultation with the Departments of Administrative 553 Services, Energy and Environmental Protection and Social Services, 554 shall develop a plan for a Connecticut Internet for All Program to 555 provide financial assistance to low-income households for subscriptions 556 to broadband Internet access service. Not later than November 15, 2024, 557 the Office of Consumer Counsel shall report such plan, and the office's 558 recommendations, to the Governor, the Secretary of the Office of Policy 559 and Management and the joint standing committees of the General 560 Assembly having cognizance of matters relating to energy and 561 technology and finance, in accordance with the provisions of section 11-562 4a of the general statutes. Such plan and report shall base funding for 563 the Connecticut Internet for All Program on revenue from the gross 564 earnings tax under sections 12-256, as amended by this act, and 12-258 565 of the general statutes, as amended by this act. The Office of Consumer 566 Counsel and the Departments of Administrative Services, Energy and 567 Environmental Protection and Social Services may consult with other 568 state agencies and broadband Internet access service providers in 569 developing such plan and report.

570 Sec. 9. Sections 12-80b and 12-268j of the general statutes are repealed.

571 (*Effective October 1, 2024*)

This act shall take effect as follows and shall amend the following sections:			
Section 1	October 1, 2024, and applicable to quarterly periods commencing on and after October 1, 2024	12-256	
Sec. 2	October 1, 2024, and applicable to quarterly periods commencing on and after October 1, 2024	12-258	
Sec. 3	October 1, 2024, and applicable to assessment years commencing on or after October 1, 2024	12-80	
Sec. 4	October 1, 2024, and applicable to assessment years commencing on or after October 1, 2024	12-80a(e)	
Sec. 5	October 1, 2024	16-331a	
Sec. 6	October 1, 2024	2-71x	
Sec. 7	October 1, 2024	16-331cc	
Sec. 8	upon passage	New section	
Sec. 9	<i>October 1, 2024</i>	Repealer section	

### Statement of Purpose:

To (1) extend the gross earnings tax on cable and satellite television companies to communications services providers, (2) change the method of funding community access television operations, the Public, Educational and Governmental Programming and Educational Technology Investment Account Grant Program and the Connecticut Television Network, and (3) report on a possible program to support low-income households with broadband Internet subscriptions.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]