### LEGISLATURE OF NEBRASKA

## ONE HUNDRED EIGHTH LEGISLATURE

#### FIRST SESSION

# **LEGISLATIVE BILL 26**

Introduced by Wayne, 13.

Read first time January 05, 2023

#### Committee:

- 1 A BILL FOR AN ACT relating to municipalities; to amend section 86-594,
- 2 Revised Statutes Cumulative Supplement, 2022; to adopt the Rural
- 3 Municipal Broadband Access Act; to harmonize provisions; to provide
- 4 a duty for the Revisor of Statutes; and to repeal the original
- 5 section.
- 6 Be it enacted by the people of the State of Nebraska,

1 Section 1. Sections 1 to 9 of this act shall be known and may be

- 2 <u>cited as the Rural Municipal Broadband Access Act.</u>
- 3 Sec. 2. The Legislature finds that many rural municipalities lack
- 4 access to quality broadband services and Internet services, despite
- 5 <u>significant private</u>, <u>local</u>, <u>state</u>, <u>and federal investment in the</u>
- 6 development of broadband in Nebraska.
- 7 Sec. 3. For purposes of the Rural Municipal Broadband Access Act:
- 8 (1) Broadband services has the same meaning as in section 86-593;
- 9 (2) Existing provider means a broadband Internet service provider,
- 10 <u>including any telecommunications company, cable television company, or</u>
- 11 <u>wireless network provider that provides broadband services or Internet</u>
- 12 <u>services within the corporate limits and extraterritorial zoning</u>
- 13 <u>jurisdiction of a municipality;</u>
- 14 (3) Governing body means the city council of a city of the first
- 15 class or city of the second class or the board of trustees of a village;
- 16 (4) Internet services has the same meaning as in section 86-593;
- 17 (5) Municipality means any city of the first class, city of the
- 18 second class, or village;
- 19 <u>(6) Underserved area means a geographical area of the state which</u>
- 20 lacks broadband Internet service providing access to the Internet at
- 21 speeds of at least one hundred megabits per second for downloading and
- 22 twenty megabits per second for uploading; and
- 23 (7) Unserved area means a geographical area of the state which lacks
- 24 broadband Internet service providing access to the Internet at speeds of
- 25 at least twenty-five megabits per second for downloading and three
- 26 megabits per second for uploading.
- 27 Sec. 4. (1) Beginning January 1, 2024, a municipality may provide
- 28 broadband services or Internet services on a retail or wholesale basis
- 29 within the corporate limits and extraterritorial zoning jurisdiction of
- 30 such municipality if such municipality is located in an underserved area
- 31 or unserved area and meets the requirements of the Rural Municipal

- 1 Broadband Access Act.
- 2 (2) A municipality may initiate the process of developing a
- 3 broadband network by conducting a feasibility study and ordering the
- 4 preparation of a resolution of intent to develop such broadband network
- 5 <u>in accordance with section 5 of this act by a vote of the majority of the</u>
- 6 members of the governing body of the municipality.
- 7 Sec. 5. (1) The proposed resolution of intent to develop a
- 8 <u>broadband network described in section 4 of this act shall contain and</u>
- 9 <u>set forth the following:</u>
- 10 (a) A declaration that the municipality is located in either an
- 11 <u>underserved area or unserved area;</u>
- 12 (b) A list of all existing providers that currently provide
- 13 <u>broadband services or Internet services within the corporate limits and</u>
- 14 <u>extraterritorial zoning jurisdiction of the municipality;</u>
- 15 (c) A description of any acts or omissions of any existing provider
- 16 <u>that have resulted in the municipality being located in an underserved</u>
- 17 area or unserved area;
- 18 (d) A comparison of the rates charged by existing providers for
- 19 broadband services or Internet services within the corporate limits or
- 20 <u>extraterritorial zoning jurisdiction of the municipality to rates charged</u>
- 21 <u>in comparably sized municipalities in Nebraska and neighboring states;</u>
- 22 and
- 23 <u>(e) A description of any local, state, or federal funds known by the</u>
- 24 municipality to have been received by any existing provider to expand or
- 25 supplement the provision of broadband services or Internet services,
- 26 including funds from the Nebraska Telecommunications Universal Service
- 27 Fund and funds under the Nebraska Broadband Bridge Act.
- 28 (2) If the resolution of intent contains any description as set
- 29 <u>forth in subdivision (1)(c) of this section, the resolution of intent</u>
- 30 shall describe the efforts by the municipality to inform any such
- 31 existing provider of the existing provider's acts and omissions and shall

1 describe the opportunities afforded the existing provider to remedy the

- 2 <u>stated defects.</u>
- 3 Sec. 6. (1) The feasibility study and proposed resolution of intent
- 4 <u>to develop a broadband network shall be presented to the governing body</u>
- 5 of the municipality at a regular meeting of such governing body. At that
- 6 meeting, the governing body may adopt the resolution of intent and, if it
- 7 does so, shall set a date for holding a public hearing, which shall be at
- 8 <u>least forty-five days after the date of the meeting at which the</u>
- 9 resolution of intent was adopted.
- 10 (2) Upon the adoption of a resolution of intent, the city clerk or
- 11 <u>village clerk of the municipality shall transmit a copy of the</u>
- 12 <u>feasibility study and resolution of intent and notice of the date and</u>
- 13 time of the public hearing to any existing providers by certified mail,
- 14 return receipt requested, within seven days after the meeting at which
- 15 the resolution of intent was adopted.
- 16 (3) At least thirty days prior to the public hearing, the
- 17 municipality shall publish notice of the time and place of the public
- 18 <u>hearing and a summary of the resolution of intent in a legal newspaper</u>
- 19 <u>published in or of general circulation in the municipality.</u>
- 20 (4) At the public hearing, any existing provider shall be permitted
- 21 to respond to the contents of the feasibility study, the statements set
- 22 out in the resolution of intent, and any comments made at the public
- 23 hearing.
- 24 Sec. 7. After the public hearing held pursuant to section 6 of this
- 25 act, the governing body of the municipality may:
- 26 (1) By a two-thirds vote of its members, vote to develop a broadband
- 27 <u>network within the corporate limits and extraterritorial zoning</u>
- 28 jurisdiction of the municipality; or
- 29 (2) By a majority vote of its members, submit the question of
- 30 whether to develop a broadband network within the corporate limits and
- 31 extraterritorial zoning jurisdiction of the municipality to the

1 registered voters of the municipality as provided in section 8 of this

- 2 <u>act.</u>
- 3 Sec. 8. (1) After conducting a feasibility study and holding a
- 4 public hearing on a resolution of intent as provided in the Rural
- 5 <u>Municipal Broadband Access Act, the governing body of a municipality may</u>
- 6 submit to the registered voters of the municipality at any general or
- 7 special municipal election the question of whether the municipality
- 8 <u>should develop a broadband network under the act. The ballot language</u>
- 9 <u>shall be in the following form:</u>
- 10 <u>Shall the city or village of (name of city or village) develop a</u>
- 11 <u>broadband network under the Rural Municipal Broadband Access Act to</u>
- 12 provide broadband services or Internet services on a retail or wholesale
- 13 basis within the corporate limits and extraterritorial zoning
- 14 jurisdiction of the city or village?
- 15 (2) The municipality shall submit the question to the registered
- 16 voters in the manner prescribed in the Election Act. The question may be
- 17 placed before the registered voters of the municipality at any general or
- 18 <u>special municipal election called for the purpose and may be submitted in</u>
- 19 connection with any municipal special election called for any other
- 20 purpose. The votes cast on the question shall be canvassed and the result
- 21 <u>found and declared as prescribed in the Election Act.</u>
- 22 (3) If a majority of the votes cast upon the question are in favor,
- 23 then the municipality shall be authorized to provide broadband services
- 24 or Internet services on a retail or wholesale basis within the corporate
- 25 limits and extraterritorial zoning jurisdiction of such municipality.
- 26 Sec. 9. (1) A municipality which develops a broadband network under
- 27 the Rural Municipal Broadband Access Act shall ensure that such broadband
- 28 network provides access to the Internet at speeds of one hundred megabits
- 29 per second or greater for downloading and one hundred megabits per second
- 30 or greater for uploading.
- 31 (2) A municipality shall not develop a broadband network under the

1 Rural Municipal Broadband Access Act on or after January 1, 2034, except

- 2 <u>that a municipality may continue to provide broadband services or</u>
- 3 <u>Internet services after such date using any broadband network developed</u>
- 4 by such municipality prior to January 1, 2034.
- 5 Sec. 10. Section 86-594, Revised Statutes Cumulative Supplement,
- 6 2022, is amended to read:
- 7 86-594 (1) Except as provided in the Educational Service Units Act,
- 8 the Rural Municipal Broadband Access Act, and sections 79-1319,
- 9 81-1120.01 to 81-1120.28, 85-401 to 85-411, 85-1501 to 85-1542, and
- 10 86-575, an agency or political subdivision of the state that is not a
- 11 public power supplier shall not provide on a retail or wholesale basis
- 12 any broadband services, Internet services, telecommunications services,
- 13 or video services.
- 14 (2) The provisions of subsection (1) of this section shall not apply
- 15 to services which an agency or political subdivision of the state was
- 16 authorized to provide and was providing prior to January 1, 2005.
- 17 Sec. 11. The Revisor of Statutes shall assign sections 1 to 9 of
- 18 this act to Chapter 19.
- 19 Sec. 12. Original section 86-594, Revised Statutes Cumulative
- 20 Supplement, 2022, is repealed.