ASSEMBLY BILL NO. 388–ASSEMBLYMEN C.H. MILLER, DURAN; AND THOMAS

MARCH 23, 2021

Referred to Committee on Growth and Infrastructure

SUMMARY—Revises provisions governing access to broadband services. (BDR 18-790)

FISCAL NOTE: Effect on Local Government: No. Effect on the State: Yes.

EXPLANATION - Matter in *bolded italics* is new; matter between brackets [omitted material] is material to be omitted.

AN ACT relating to telecommunication service; requiring the State Treasurer to establish a program to enable voluntary contributions for infrastructure grants for broadband deployment; requiring the Office of Science, Innovation and Technology in the Office of the Governor to establish a program to make infrastructure grants for broadband deployment; requiring the Office of Science, Innovation and Technology to establish a program to encourage deployment of broadband infrastructure in certain communities; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

1 Section 7.92 of this bill requires the State Treasurer to establish, by regulation, 2345678 a program that enables a provider of broadband or commercial mobile radio service to participate in a voluntary contribution program for broadband infrastructure that enables a customer to opt in and make voluntary monetary contributions as part of the customer's monthly bill. Existing law defines various activities involving businesses and occupations that constitute deceptive trade practices. (NRS 598.0915-598.0925) If a person engages in a deceptive trade practice, the person may be subject to restraint by injunction and the imposition of civil and criminal 9 penalties. (NRS 598.0979, 598.0985, 598.0999) Section 7.92 makes a willful 10 violation of any regulation adopted by the State Treasurer concerning the voluntary 11 contribution program a deceptive trade practice.

12 Existing law establishes the Office of Science, Innovation and Technology in 13 the Office of the Governor and prescribes its powers and duties and those of its 14 Director. (NRS 223.600-223.650) **Section 7.8** of this bill requires the Director of 15 the Office of Science, Innovation and Technology to establish and administer a 16 program of infrastructure grants for the development or improvement of broadband





17 services for persons with low income and persons in rural areas of this State. 18 Section 7.5 of this bill creates the Account for the Grant Program for Broadband 19 Infrastructure for the deposit of money collected by the State Treasurer from participating providers in the voluntary contribution program established pursuant to section 7.92. Section 7.5 requires that money deposited in the Account be used to: (1) provide infrastructure grants pursuant to the program established pursuant to section 7.8; and (2) defray the costs of establishing and administering the programs established pursuant to sections 7.8 and 7.92.

20 21 22 23 24 25 26 27 28 29 30 Section 7.6 of this bill requires the Director of the Office of Science, Innovation and Technology to biennially: (1) prepare a report concerning the availability of broadband service in this State; and (2) submit the report to the Governor and Legislature. Sections 7.7 and 7.93 of this bill require the Office, on or before October 1, 2021, to establish and administer a Broadband Ready Community Certification program for the purpose of encouraging the deployment 31 of broadband infrastructure in underserved communities.

THE PEOPLE OF THE STATE OF NEVADA. REPRESENTED IN SENATE AND ASSEMBLY. DO ENACT AS FOLLOWS:

- 1 **Section 1.** (Deleted by amendment.)
- 2 **Sec. 2.** (Deleted by amendment.)
- 3 Sec. 2.5. (Deleted by amendment.)
- **Sec. 3.** (Deleted by amendment.) 4
- 5 Sec. 3.5. (Deleted by amendment.)
- **Sec. 4.** (Deleted by amendment.) 6
- 7 **Sec. 4.5.** (Deleted by amendment.)
- 8 **Sec. 5.** (Deleted by amendment.)
- 9 Sec. 6. (Deleted by amendment.)
- 10 Sec. 7. (Deleted by amendment.)

Chapter 223 of NRS is hereby amended by adding 11 Sec. 7.1. thereto the provisions set forth as sections 7.2 to 7.7, inclusive, of 12 13 this act.

- 14 Sec. 7.2. (Deleted by amendment.)
- Sec. 7.3. (Deleted by amendment.) 15
- Sec. 7.4. (Deleted by amendment.) 16

17 Sec. 7.5. 1. The Account for the Grant Program for Broadband Infrastructure is hereby created in the State General 18 Fund. The Director of the Office of Science, Innovation and 19 20 Technology shall administer the Account.

21 The interest and income earned on the money in the 2. 22 Account, after deducting any applicable charges, must be credited 23 to the Account.

24 3. Any money remaining in the Account at the end of a fiscal 25 year does not revert to the State General Fund, and the balance in the Account must be carried forward to the next fiscal year. 26

- 27 The money in the Account must only be used to: 4.





1 (a) Make infrastructure grants for the development or 2 improvement of broadband services for persons with low income 3 and persons in rural areas of this State established by the Director 4 pursuant to subsection 5 of NRS 223.610; and

5 (b) Defray the costs of establishing and administering the 6 programs established pursuant to subsection 5 of NRS 223.610 7 and section 7.92 of this act.

8 5. Claims against the Account must be paid as other claims 9 against the State are paid.

10 Sec. 7.6. The Director of the Office of Science, Innovation 11 and Technology shall, not less than biennially:

1. Prepare a report that includes, without limitation:

13 (a) A summary of the availability of broadband services
14 throughout the State; and

15 (b) Recommendations for the deployment of broadband 16 infrastructure to underserved communities.

2. Submit the report prepared pursuant to subsection 1 to the
Governor and to the Director of the Legislative Counsel Bureau
for transmittal to the Legislature or, if the Legislature is not in
session, to the Legislative Commission.

21 Sec. 7.7. 1. The Office of Science, Innovation and 22 Technology shall establish and administer a Broadband Ready 23 Community Certification program in order to encourage the 24 deployment of broadband infrastructure in underserved 25 communities in this State.

26 2. The Office of Science, Innovation and Technology shall 27 adopt regulations necessary to carry out the program established 28 pursuant to subsection 1. Such regulations must include, without 29 limitation:

(a) The requirements for a community to apply for and receive
 certification as a Broadband Ready Community; and

32 (b) The grounds for withdrawal of a certification as a 33 Broadband Ready Community.

34 3. The Office of Science, Innovation and Technology shall 35 post on an Internet website maintained by the Office, a list of each 36 community in this State that has been certified as a Broadband 37 Ready Community.

Sec. 7.8. NRS 223.610 is hereby amended to read as follows:

39 223.610 The Director of the Office of Science, Innovation and40 Technology shall:

41 1. Advise the Governor and the Executive Director of the
42 Office of Economic Development on matters relating to science,
43 innovation and technology.

44 2. Work in coordination with the Office of Economic 45 Development to establish criteria and goals for economic



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development and diversification in this State in the areas of science,
 innovation and technology.

3 3. As directed by the Governor, identify, recommend and carry 4 out policies related to science, innovation and technology.

5 4. Report periodically to the Executive Director of the Office 6 of Economic Development concerning the administration of the 7 policies and programs of the Office of Science, Innovation and 8 Technology.

9 5. Coordinate activities in this State relating to the planning, 10 mapping and procurement of broadband service in a competitively 11 neutral and nondiscriminatory manner, which must include, without 12 limitation:

(a) Development of a strategic plan to improve the delivery of
 broadband services in this State to schools, libraries, providers of
 health care, transportation facilities, prisons and other community
 facilities;

17 (b) Applying for state and federal grants on behalf of eligible 18 entities and managing state matching money that has been 19 appropriated by the Legislature;

20 (c) Coordinating and processing applications for state and 21 federal money relating to broadband services;

(d) Prioritizing construction projects which affect or involve the
 expansion or deployment of broadband services in this State;

(e) In consultation with providers of health care from various
health care settings, the expansion of telehealth services to reduce
health care costs and increase health care quality and access in this
State, especially in rural, unserved and underserved areas of this
State;

(f) Expansion of the fiber optic infrastructure in this State for the
benefit of the public safety radio and communications systems in
this State;

(g) Collection and storage of data relating to agreements and
 contracts entered into by the State for the provision of fiber optic
 assets in this State; [and]

(h) Administration of the trade policy for fiber optic
infrastructure in this State [-]; and

(i) Establishing and administering a program of infrastructure
grants for the development or improvement of broadband services
for persons with low income and persons in rural areas of this
State using money from the Account for the Grant Program for
Broadband Infrastructure created by section 7.5 of this act. The
Director may adopt regulations to carry out his or duties pursuant
to this paragraph.

44 6. Provide support to the Advisory Council on Science, 45 Technology, Engineering and Mathematics and direct the





implementation in this State of plans developed by the Council
 concerning, without limitation, workforce development, college
 preparedness and economic development.

4 7. In carrying out his or her duties pursuant to this section, 5 consult with the Executive Director of the Office of Economic 6 Development and cooperate with the Executive Director in 7 implementing the State Plan for Economic Development developed 8 by the Executive Director pursuant to subsection 2 of NRS 231.053.

9 8. Administer such grants as are provided by legislative 10 appropriation.

Sec. 7.9. NRS 223.630 is hereby amended to read as follows:

12 223.630 1. The Account for the Office of Science, Innovation 13 and Technology is hereby created in the State General Fund. The 14 Account must be administered by the Director of the Office of 15 Science, Innovation and Technology.

16 2. [Any] Except as otherwise provided in section 7.5 of this 17 act, any money accepted pursuant to NRS 223.620 must be 18 deposited in the Account.

19 3. The interest and income earned on the money in the 20 Account, after deducting any applicable charges, must be credited to 21 the Account.

4. The money in the Account must only be used to carry outthe duties of the Director.

5. Claims against the Account must be paid as other claims against the State are paid.

26 **Sec. 7.92.** Chapter 226 of NRS is hereby amended by adding 27 thereto a new section to read as follows:

28 1. To the extent consistent with federal law, the State 29 Treasurer shall establish, by regulation, a program that enables a provider of broadband or commercial mobile radio service to 30 participate in a voluntary contribution program for broadband 31 infrastructure that enables a customer of the provider to opt in 32 and make voluntary monetary contributions as part of the 33 customer's monthly bill to fund a program of infrastructure grants 34 35 for broadband deployment. The regulations must establish, 36 without limitation:

37 (a) Procedures to enable a provider of broadband or 38 commercial mobile radio service to elect to participate in the 39 program;

40 (b) The manner in which a participating provider must give 41 notice to its customers about the program;

42 (c) Procedures to enable a customer of a participating provider
43 to opt in to the program and make contributions to the program;
44 and



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(d) The manner in which a participating provider must collect 1 2 and account for contributions to the program made by 3 participating customers.

2. The State Treasurer shall deposit money collected from 4 5 participating providers in the program established pursuant to subsection 1 in the Account for the Grant Program for Broadband 6 7 Infrastructure created by section 7.5 of this act.

8 3. A willful violation by a participant in the program of any 9 regulation adopted pursuant to subsection 1 constitutes a deceptive trade practice for purposes of NRS 598.0903 to 598.0999, 10 11 inclusive.

12 Sec. 7.93. On or before October 31, 2021, the Office of 13 Science, Innovation and Technology in the Office of the Governor 14 established by NRS 223.600 shall. in consultation with 15 representatives of local governments, providers of broadband or commercial mobile radio services and interested stakeholders 16 17 identified by the Office of Science, Innovation and Technology, establish the program required by section 7.7 of this act. 18

19 Sec. 7.95. The provisions of subsection 1 of NRS 218D.380 do not apply to any provision of this act which adds or revises a 20 21 requirement to submit a report to the Legislature.

22 Sec. 8. 1. This section becomes effective upon passage and 23 approval. 24

Sections 1 to 7.95, inclusive, of this act become effective: 2.

25 (a) Upon passage and approval for the purpose of adopting 26 regulations and performing any other administrative tasks that are 27 necessary to carry out the provisions of this act; and

28 (b) On January 1, 2022, for all other purposes.



