ARIZONA HOUSE OF REPRESENTATIVES



Fifty-fifth Legislature First Regular Session

House: NREW DP 10-0-0-0

HB 2036: electric cooperatives; broadband service; fees Sponsor: Representative Griffin, LD 14 House Engrossed

Overview

Requires that, as part of a pole attachment agreement between an electric cooperative and an affiliate for broadband service, there is parity in the fees the electric cooperative charges the affiliate and any unaffiliated video service or telecommunications provider when both are attached to the same pole.

History

Electric cooperatives are nonprofit membership organizations which are created to generate, supply, purchase, transmit and distribute electricity (A.R.S. §§ 10-2052 and 10-2122). (Nine electric cooperatives currently operate in Arizona.) To that end, these cooperatives can build and erect infrastructure such as utility poles for electric transmission and distribution lines. Cooperatives can also allow other companies, such as telecommunications or video service providers, to attach infrastructure such as cables to the cooperative's poles through pole attachment agreements (A.R.S. §§ 10-2057(A)(7) and 10-2127(A)(7)).

<u>Laws 2020, Chapter 84</u> allowed electric cooperatives, directly or through an affiliate, to provide broadband service to areas where they provide electrical service. (An *affiliate* is an entity that directly or indirectly—through one or more intermediaries—controls or is controlled by or is under common control of another entity.) These cooperatives can construct, operate, maintain, lease and license fiber optic cables and other facilities to provide broadband service.

Provisions

- Mandates that any pole attachment agreement between an electric cooperative and an
 affiliate for broadband service that includes attachment to the cooperative's poles require
 parity in the fees the cooperative charges the affiliate and any unaffiliated video service or
 telecommunications providers when both are attached to the same pole. (Sec. 1)
- 2. Defines telecommunications provider and video service provider. (Sec. 1)
- 3. Makes technical changes. (Sec. 1)

☐ Prop 105 (45 votes)	☐ Prop 108 (40 votes)	☐ Emergency (40 votes)	☐ Fiscal Note	
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